State of Arizona Senate Forty-seventh Legislature Second Regular Session 2006

# **SENATE BILL 1179**

#### AN ACT

AMENDING SECTIONS 15-243, 15-719, 15-1641, 26-153, 28-332, 28-371, 28-641, 28-642, 28-737, 28-876, 28-954, 28-2091, 28-2351, 28-2402, 28-2403 AND 28-2405, ARIZONA REVISED STATUTES; REPEALING SECTIONS 28-2407 THROUGH 28-2422, 28-2423 AND 28-2424, ARIZONA REVISED STATUTES: REPEALING TITLE 28, CHAPTER 7, ARTICLE 13, ARIZONA REVISED STATUTES; REPEALING THE ARTICLE HEADING OF TITLE 28. CHAPTER 7. ARTICLE 14. ARIZONA REVISED STATUTES: REPEALING SECTIONS 28-2481 THROUGH 28-2485, 28-2487 AND 28-2488, ARIZONA REVISED STATUTES; AMENDING TITLE 28, CHAPTER 7, ARTICLE 12, ARIZONA REVISED STATUTES, BY ADDING A NEW SECTION 28-2407; RENUMBERING SECTIONS 28-2422.01 AND 28-2422.02, ARIZONA REVISED STATUTES, AS NEW SECTIONS 28-2408 AND 28-2409. RESPECTIVELY: AMENDING SECTIONS 28-2408 AND 28-2409. ARIZONA REVISED STATUTES. AS RENUMBERED BY THIS ACT: TRANSFERRING AND RENUMBERING SECTION 28-2486, ARIZONA REVISED STATUTES, FOR PLACEMENT IN TITLE 28, CHAPTER 7, ARTICLE 2. ARIZONA REVISED STATUTES. AS SECTION 28-2065: AMENDING SECTIONS 28-2511, 28-3101, 28-4832, 28-5805, 28-6501, 28-6991, 28-6993, 36-119, 37-1015, 41-109, 41-603, 41-608, 42-5071, 44-1261, 44-1562 AND 49-542.07, ARIZONA REVISED STATUTES; RELATING TO LICENSE PLATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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Be it enacted by the Legislature of the State of Arizona: Section 1. Section 15-243, Arizona Revised Statutes, is amended to read:

## 15-243. Golden rule special plate fund

- A. The golden rule special plate fund is established consisting of monies received pursuant to section 28-2424 28-2407, SUBSECTION S. The department of education shall administer the fund. Not more than ten per cent of monies deposited in the fund annually shall be used for the cost of administering the fund. Monies in the fund are continuously appropriated. The department of education shall distribute monies in the fund before July 1 of each year.
- B. The department of education shall allocate monies to a private golden rule foundation that is an incorporated nonprofit corporation in this state and that is qualified under section 501(c)(3) of the United States internal revenue code for federal income tax purposes. The department of education shall select a private golden rule foundation that provides golden rule programs that demonstrate the promotion of the golden rule in schools in this state and in communities in this state to receive monies from the golden rule special plate fund.
  - Sec. 2. Section 15-719, Arizona Revised Statutes, is amended to read: 15-719. Character education program instruction; fund
- A. Each common, high and unified school district and charter school may provide instruction to kindergarten programs through the twelfth grade on character development.
- B. Each district may develop its own course of study for each grade. At a minimum, the character education program must include:
- 1. Instruction in the definition and application of at least six of the following character traits: truthfulness, responsibility, compassion, diligence, sincerity, trustworthiness, respect, attentiveness, obedience, orderliness, forgiveness, virtue, fairness, caring, citizenship and integrity.
- 2. The use of activities, discussions and visual media and literacy presentations to illustrate and reinforce the application of the character traits.
- 3. Presentations by teachers or mentors who demonstrate the character traits.
- C. At the request of the school district or charter school, the department of education may certify that the school district or charter school has a character development instruction program that meets all of the requirements in subsection B of this section.
- D. Parents may elect for their child not to participate in the program.
- E. The school district or charter school may accept donations or charge fees for the program if the program is not offered during regular school hours.

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- F. A character education special plate fund is established consisting of monies received pursuant to section  $\frac{28-2421}{28-2407}$ , SUBSECTION P. The department of education shall administer the fund. Monies in the fund are continuously appropriated. Monies from the fund shall be annually distributed by the department by July 1.
- G. The character education and development division at the department of education shall allocate monies through at least two but no more than four private character education foundations that are incorporated nonprofit corporations in this state and that are qualified under section 501(c)(3) of the United States internal revenue code for federal income tax purposes. The director of the character education and development division at the department of education shall select private character education foundations that provide character education programs that demonstrate proven and effective research based curriculum and training to receive monies from the character education special plate fund.
- H. On notice from the department of education, the state treasurer shall invest and divest monies in the fund as provided by section 35-313, and monies earned from investment shall be credited to the fund.
- I. Monies in the fund are exempt from the provisions of section 35-190 relating to lapsing of appropriations.
  - Sec. 3. Section 15-1641, Arizona Revised Statutes, is amended to read: 15-1641. Collegiate special plate funds; purpose
- A. The Arizona board of regents shall establish a separate collegiate special plate fund for each university, as described in section 15-1601, consisting of monies received by the board from collegiate plate annual donations pursuant to section  $\frac{28-2412}{28-2407}$ , SUBSECTION G.
- B. The board of regents shall require each university, as described in section 15-1601, to submit a plan for approval of the expenditure of monies in the appropriate fund. All monies in the fund shall only be used for academic scholarships. Each university shall annually report to the board of regents the percentage of monies that was expended on behalf of minority applicants.
- C. The board of regents may delegate to a state university foundation approved by each university, as described in section 15-1601, the right to market and promote the purchase of collegiate special plates. No dues, fees or charges except those specified in section  $\frac{28-2412}{28-2407}$ , SUBSECTION G may be levied or collected by a state university foundation in connection with collegiate special plates.
- D. The fund established in this section is exempt from section 35-190, relating to lapsing of appropriations. At the direction of the board, the state treasurer may invest and divest inactive monies in the fund as provided by section 35-313. The state treasurer shall credit all interest earned on the fund monies to the fund.

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Sec. 4. Section 26-153, Arizona Revised Statutes, is amended to read: 26-153. Morale, welfare and recreational fund; sources of monies; exemptions

- A. A morale, welfare and recreational fund is established as a state fund for morale, welfare and recreational activities and support personnel for the national guard. Support personnel shall be employees of the fund and not of this state. The adjutant general shall administer the fund pursuant to regulations of the general staff, subject to approval of the governor. Monies shall be deposited, pursuant to sections 35-146 and 35-147, in the fund from the following sources:
- 1. Monies transferred by the director of the department of transportation pursuant to section  $\frac{28-2415}{28-2407}$ , SUBSECTION J.
- 2. Monies deposited pursuant to section 26-102, subsection B, paragraph 8 or monies generated from recycling activities consistent with federal recycling policies.
- 3. Any other nonappropriated monies received by the national guard from state and federal revenue producing military activities relating to morale. Welfare and recreation.
- B. Monies in the fund are from nonappropriated sources, are not subject to legislative appropriation and are exempt from the provisions of section 35-190 relating to lapsing of appropriations. The adjutant general may establish bank accounts for monies withdrawn from the fund to administer the operations of the morale, welfare and recreational programs.
- C. On notice from the adjutant general, the state treasurer shall invest and divest monies in the fund as provided by section 35-313, and monies earned from investment shall be credited to the fund.
- D. Expenditures of monies in the fund are subject to general staff regulations and are exempt from the procurement code requirements of title 41, chapter 23.

Sec. 5. Section 28-332, Arizona Revised Statutes, is amended to read: 28-332. Department of transportation jurisdiction: duties: divisions

- A. The exclusive control and jurisdiction over state highways, state routes, state owned airports and all state owned transportation systems or modes are vested in the department of transportation.
  - B. The department shall:
- 1. Register motor vehicles and aircraft, license drivers, collect revenues, enforce motor vehicle and aviation statutes and perform related functions.
- 2. Do multi-modal MULTIMODAL state transportation planning, cooperate and coordinate transportation planning with local governments and establish an annually updated priority program of capital improvements for all transportation modes.

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- 3. Design and construct transportation facilities in accordance with a priority plan and maintain and operate state highways, state owned airports and state public transportation systems.
- 4. Investigate new transportation systems and cooperate with and advise local governments concerning the development and operation of public transit systems.
- 5. Have administrative jurisdiction of transportation safety programs and implement them in accordance with applicable law.
- 6. MARK HIGH OCCUPANCY VEHICLE LANE SIGNS TO INDICATE THAT THOSE LANES MAY BE USED BY ALTERNATIVE FUEL VEHICLES REGARDLESS OF THE NUMBER OF OCCUPANTS. THE DESIGN OF THE SIGN SHALL BE THE SAME AS THE DESIGN OF THE ALTERNATIVE FUEL VEHICLE SPECIAL PLATE ISSUED PURSUANT TO SECTION 28-2407, SUBSECTION K, AND THE SIGN SHALL BE AT LEAST AS LARGE AS THE HIGH OCCUPANCY VEHICLE LANE SIGN. THESE HIGH OCCUPANCY VEHICLE LANE SIGNS ARE OFFICIAL TRAFFIC CONTROL DEVICES. ON HIGHWAY EXIT SIGNS THE DEPARTMENT SHALL ALSO INDICATE ACCESS TO ALTERNATIVE FUEL VEHICLE FUELING STATIONS THAT ARE OPEN TO THE PUBLIC. IF THE DEPARTMENT PUBLISHES MAPS OF THE STATE HIGHWAY SYSTEM THAT ARE DISTRIBUTED TO THE GENERAL PUBLIC, THE DEPARTMENT SHALL INDICATE ON THOSE MAPS THE APPROXIMATE LOCATION OF ALTERNATIVE FUEL DELIVERY FACILITIES THAT ARE OPEN TO THE PUBLIC. FOR THE PURPOSES OF THIS PARAGRAPH, "ALTERNATIVE FUEL" HAS THE SAME MEANING PRESCRIBED IN SECTION 1-215.
- C. In order to carry out the responsibilities enumerated in subsection B OF THIS SECTION, the department is organized into the following divisions:
  - 1. Motor vehicle.
  - 2. Transportation planning.
  - 3. Highways.
  - 4. Aeronautics.
  - 5. Public transit.
  - 6. Administrative services.

Sec. 6. Section 28-371, Arizona Revised Statutes, is amended to read: 28-371. Surety bond

A. The director may authorize a person who is required to pay a fee to the department pursuant to section 28-2003, 28-2094, 28-2352, OR 28-2402, 28-2481 SECTION 28-2407, SUBSECTION U, SECTION 28-3002, 28-4302, 28-4533, 28-4540, 28-4542, 28-4544 or 28-4802, article 5 of this chapter or chapter 15, article 2 of this title to file with the director a bond on a form approved by the director with a surety company authorized by the corporation commission to transact business in this state as a surety. The person is the principal obligor, and this state is the obligee on the bond. The bond shall be conditioned on the payment by the person to the department of all fees together with any interest and penalties imposed by the department pursuant to this title. The director may accept cash deposits instead of a surety bond to guarantee fee payments.

B. The director shall determine the total amount of the bond required of a person, but the amount shall not exceed approximately three times the

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highest monthly fee estimated by the director to become due by the person. The director may increase or decrease the amount of the bond at any time.

Sec. 7. Section 28-641, Arizona Revised Statutes, is amended to read: 28-641. <u>Traffic control device manual and specifications</u>

The director shall adopt a manual and specifications for a uniform system of traffic control devices for use on highways in this state. Except as provided in section  $\frac{28-2416}{28-332}$ , SUBSECTION B, PARAGRAPH 6, the uniform system shall correlate with and as far as possible conform to the system set forth in the most recent edition of the manual on uniform traffic control devices for streets and highways prepared by the national joint committee on uniform traffic control devices.

Sec. 8. Section 28-642, Arizona Revised Statutes, is amended to read: 28-642. <u>Traffic control signs on state highways; rules</u>

- A. The director shall place and maintain traffic control devices that conform to the manual and specifications prescribed in section 28-641 and to the requirements prescribed in section 28-2416 28-332, SUBSECTION B, PARAGRAPH 6 on all state highways as the director deems necessary to indicate and to carry out this chapter or to regulate, warn or guide traffic.
- B. A local authority shall not place or maintain a traffic control device on a highway under the jurisdiction of the director except by the director's permission.
- C. In cooperation with local authorities, the director shall synchronize traffic control signals on a state highway that has a traffic flow exceeding fifteen thousand motor vehicles per day in a vehicle emissions control area as defined in section 49-541.
- D. The director shall adopt rules pursuant to title 41, chapter 6 to establish criteria for the installation and maintenance of directional signs for universities prescribed in section 15-1601, for community colleges as defined in section 15-1401 and for the campus of a regionally accredited college or university.
  - Sec. 9. Section 28-737, Arizona Revised Statutes, is amended to read: 28-737. High occupancy vehicle lanes; civil penalties; definitions
- A. Except as provided in section 28 2416 and subsections B, and C AND D of this section, a person shall not drive a vehicle carrying fewer than two persons, including the driver, in a high occupancy vehicle lane at any time the use of the high occupancy vehicle lane is restricted to vehicles carrying two or more persons, including the driver.
- B. If the department receives approval from the federal government allowing the use of high occupancy vehicle lanes by hybrid vehicles, a person may drive a hybrid vehicle with alternative fuel vehicle special plates, or an alternative fuel vehicle sticker, and a hybrid vehicle sticker issued pursuant to section  $\frac{28-2416}{28-2407}$ , SUBSECTION K in high occupancy vehicle lanes at any time, regardless of occupancy level, without penalty.

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- C. During the performance of a tow truck operator's duties, a tow truck operator may drive a tow truck in a high occupancy vehicle lane, regardless of occupancy level, without penalty.
- D. EXCEPT AS PROVIDED IN SUBSECTION B OF THIS SECTION, A PERSON MAY DRIVE A MOTOR VEHICLE WITH ALTERNATIVE FUEL VEHICLE SPECIAL PLATES OR AN ALTERNATIVE FUEL VEHICLE STICKER IN HIGH OCCUPANCY VEHICLE LANES AT ANY TIME, REGARDLESS OF OCCUPANCY LEVEL, WITHOUT PENALTY.
- D. E. A person who violates subsection A of this section is subject to a civil penalty of two hundred dollars.
- E. F. Notwithstanding section 28-1554, one hundred dollars of each civil penalty collected pursuant to subsection E of this section shall be deposited in the state general fund.
- G. A PERSON SHALL NOT DRIVE A MOTOR VEHICLE IN A HIGH OCCUPANCY VEHICLE LANE WITH AN ALTERNATIVE FUEL VEHICLE STICKER IF THE MOTOR VEHICLE IS NOT AN ALTERNATIVE FUEL VEHICLE OR A HYBRID VEHICLE FOR WHICH AN ALTERNATIVE FUEL VEHICLE STICKER AND A HYBRID VEHICLE STICKER HAVE BEEN ISSUED PURSUANT TO SECTION 28-2407, SUBSECTION K. A PERSON WHO VIOLATES THIS SUBSECTION IS SUBJECT TO A CIVIL PENALTY OF THREE HUNDRED FIFTY DOLLARS. NOTWITHSTANDING SECTION 28-1554, THE CIVIL PENALTY COLLECTED PURSUANT TO THIS SUBSECTION SHALL BE DEPOSITED IN THE STATE GENERAL FUND.
  - F. H. For the purposes of this section: —
- 1. "ALTERNATIVE FUEL" HAS THE SAME MEANING PRESCRIBED IN SECTION 1-215.
- 2. "Hybrid vehicle" means a factory-manufactured vehicle that satisfies all of the following:
- $\frac{1}{2}$ . (a) Combines two or more power train technologies to produce a vehicle with significantly lower fuel consumption than the average of its class.
- 2. (b) Exhibits the storage of kinetic energy by use of regenerative braking and batteries or capacitors, and the stored energy is used to assist or provide full acceleration of the vehicle.
- 3. (c) Allows a portion of the energy to be supplied from an internal combustion engine or fuel cell for vehicle acceleration and to store electrical energy on board.
- 4. (d) Obtains all energy required to operate from storage fuel tanks placed on board the vehicle.
- 5. (e) Has been approved by the United States environmental protection agency as meeting, at a minimum, the United States environmental protection agency ultralow emission vehicle standard pursuant to 40 Code of Federal Regulations section 88.104-94.
  - Sec. 10. Section 28-876, Arizona Revised Statutes, is amended to read: 28-876. Parking spaces for electric vehicles; civil penalty
- A. A person shall not stop, stand or park a motor vehicle within any parking space specially designated for parking and fueling motor vehicles fueled by electricity unless the motor vehicle is powered by electricity and

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has been issued an alternative fuel vehicle special plate or sticker pursuant to section  $\frac{28-2416}{28-2407}$ , SUBSECTION K.

- B. If a law enforcement officer finds a motor vehicle in violation of this section, the law enforcement officer shall issue a complaint to the operator or other person in charge of the motor vehicle or, if an operator or other person is not present, to the registered owner of the motor vehicle for a civil traffic violation.
- C. A person who is found responsible for a violation of this section is subject to a civil penalty of at least three hundred fifty dollars. Notwithstanding section 28-1554, the civil penalties collected pursuant to this subsection shall be deposited in the state general fund.
  - Sec. 11. Section 28-954, Arizona Revised Statutes, is amended to read: 28-954. Horns and warning devices
- A. A motor vehicle when operated on a highway shall be equipped with a horn that is in good working order and that is capable of emitting sound audible under normal conditions from a distance of at least two hundred feet. Any horn or other warning device shall not emit an unreasonably loud or harsh sound or a whistle.
- B. If reasonably necessary to ensure the safe operation of a motor vehicle, the driver shall give an audible warning with the driver's horn but shall not otherwise use the horn when on a highway.
- C. A vehicle shall not be equipped with and a person shall not use on a vehicle a siren, whistle or bell, except as otherwise permitted in this section.
- D. A vehicle may but is not required to be equipped with a theft alarm signal device that is arranged so that it cannot be used by the driver as an ordinary warning signal.
- E. An authorized emergency vehicle may be equipped with a siren, whistle or bell that is capable of emitting sound audible under normal conditions from a distance of at least five hundred feet and that is of a type approved by the department. The siren shall not be used except when the vehicle is operated in response to an emergency call or in the immediate pursuit of an actual or suspected violator of the law or when necessary to serve a civil traffic complaint. During these events the driver of the vehicle shall sound the siren when reasonably necessary to warn pedestrians and other drivers of the approach of the emergency vehicle.
- F. A siren shall be allowed on a fire engine that is solely used for hobby or display purposes and that has been issued a historic vehicle license plate pursuant to section  $\frac{28-2484}{28-2407}$ , SUBSECTION U, PARAGRAPH 3 if either of the following applies:
- 1. The siren is covered and is not activated while a person is transporting or driving the vehicle to or from a parade, authorized assemblage of historic vehicles or test.
- 2. The siren is activated only in a parade, for an authorized assemblage of historic vehicles or for testing purposes.

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Sec. 12. Section 28-2091, Arizona Revised Statutes, is amended to read:

28-2091. Salvage certificate of title: nonrepairable vehicle certificate of title: recovered vehicles: violation: classification: definitions

- A. If a vehicle that is subject to titling or registration pursuant to this chapter becomes a salvage vehicle or nonrepairable vehicle and is acquired by an insurance company as a result of a total loss insurance settlement, the insurance company or its authorized agent shall submit an application to the department within thirty days after the title is properly assigned by the owner to the insurance company, with all liens released, on a form prescribed by the department for a salvage certificate of title or nonrepairable vehicle certificate of title and include the following:
  - 1. A properly endorsed certificate of title.
  - 2. A lien satisfaction, if applicable.
  - 3. The registration card.
- 4. The license plates, if the license plates are not retained pursuant to section 28-2356 or an affidavit of license plate destruction is not submitted.
  - 5. The appropriate fees.
- B. If the registration card or license plate is lost or destroyed, the applicant shall state in a form prescribed by the department, under penalty of perjury, the circumstances of the loss or destruction.
- C. Except for vehicles registered pursuant to section 28-2482, 28-2483 or 28-2484 28-2407, SUBSECTION U, PARAGRAPH 1, 2 OR 3, if the owner retains possession of a salvage vehicle or nonrepairable vehicle, the owner shall comply with this section before receiving a total loss settlement from the insurance company or otherwise disposing of the vehicle.
- D. Any other owner of a vehicle that is a salvage vehicle or nonrepairable vehicle shall apply for a salvage certificate of title or nonrepairable vehicle certificate of title pursuant to this section.
- E. On receipt of a proper application, the department shall issue a salvage certificate of title or nonrepairable vehicle certificate of title for the vehicle.
- F. If the department issues a nonrepairable vehicle certificate of title for a vehicle, the registration of the vehicle is cancelled. The front of a nonrepairable vehicle certificate of title shall be branded with the word "nonrepairable". The ownership of a vehicle for which a nonrepairable vehicle certificate of title has been issued shall not be reassigned more than two times on that certificate of title. If a nonrepairable vehicle certificate of title is issued for a vehicle, the department shall not issue any further certificate of title for that vehicle.
- G. An owner of a vehicle that is not a salvage vehicle who sells the vehicle as scrap or for purposes of dismantling or destroying shall assign

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the certificate of title to the purchaser, and the purchaser shall comply with section 28-2094.

- H. On sale of the vehicle, an owner of a salvage vehicle for which a salvage certificate of title has been obtained or an owner of a nonrepairable vehicle for which a nonrepairable vehicle certificate of title has been obtained shall assign and deliver the salvage certificate of title or nonrepairable vehicle certificate of title to the purchaser and shall notify the department of the name and address of the purchaser.
- I. Except as provided in subsection L of this section, the department shall issue a certificate of title to a vehicle that has been issued a salvage certificate of title as a result of a total loss settlement by reason of theft if the vehicle is recovered and was not wrecked or stripped of essential parts and the insurance company or its authorized agent submits an affidavit to the department in a form prescribed by the department stating either of the following:
  - 1. The vehicle is a recovered theft and both of the following:
  - (a) The vehicle was not wrecked or stripped of essential parts.
- (b) To the insurance company's or its authorized agent's actual knowledge, no air bag or component part necessary to the proper function of the air bag system deployed in the vehicle or was removed from the vehicle.
- 2. The vehicle is a recovered theft and, to the insurance company's or its authorized agent's actual knowledge, an air bag or an air bag module deployed in the vehicle or was removed from the vehicle. The insurance company or its authorized agent shall list the location in the vehicle of each deployment or removal of an air bag or an air bag module.
- J. On receipt of an affidavit submitted pursuant to subsection I, paragraph 2 of this section, the department shall mark its records to indicate the deployment or removal of the air bag or air bag module from the vehicle and the location of each deployment or removal.
- K. The insurance company or its authorized agent shall give the purchaser of a vehicle that is a recovered theft, as described in subsection I of this section, a copy of the affidavit submitted pursuant to subsection I of this section.
- L. If the vehicle is a recovered theft and components of the vehicle's air bag system, other than the air bag or the air bag module described in subsection I, paragraph 2 of this section, or other parts of the vehicle were removed compromising the functional integrity of the air bag system or the structural integrity of the vehicle, the insurance company or its authorized agent shall submit an affidavit to the department in a form prescribed by the department stating that the vehicle is a recovered theft and that components of the vehicle's air bag system, other than the air bag or the air bag module described in subsection I, paragraph 2 of this section, or other parts of the vehicle were removed compromising the functional integrity of the air bag system or the structural integrity of the vehicle. The department shall not issue a certificate of title to the vehicle but may issue a restored salvage

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certificate of title pursuant to section 28-2095 if all of the following apply:

- 1. The vehicle is repairable.
- 2. The department successfully completes a level three inspection as prescribed in section 28-2011.
  - 3. The vehicle meets other requirements the director prescribes.
- M. Except as provided in subsection N of this section, any person who sells a vehicle that is issued a certificate of title pursuant to subsection I of this section and who has actual knowledge that an air bag, an air bag module or components of the vehicle's air bag system compromising the functional integrity of the air bag system deployed or were removed from the vehicle shall not fail to disclose the deployment or removal to the buyer before completion of the sale with the intention of concealing the deployment or removal. A person who violates this subsection is guilty of a class 1 misdemeanor.
- $\ensuremath{\text{N.}}$  Subsection M of this section does not apply to either of the following:
- 1. An insurance company or its authorized agent who issues an affidavit pursuant to subsection I of this section unless the insurance company or its authorized agent intentionally fails to disclose the deployment or removal of an air bag, an air bag module or components of the vehicle's air bag system that compromise the functional integrity of the air bag system.
- 2. A person who owns a vehicle that is issued a certificate of title pursuant to subsection I of this section if the person repairs or replaces the air bag or air bag module in the vehicle.
- O. Any person who sells a vehicle for which a salvage certificate of title has been issued and who knows a salvage certificate of title has been issued for the vehicle shall disclose to the buyer before completion of the sale that the vehicle is a salvage vehicle.
- P. If a vehicle that is titled as a salvage vehicle is to be scrapped, dismantled or destroyed, the owner or purchaser shall comply with section 28-2094.
- Q. The provisions of this chapter that refer to titles apply to salvage certificates of title and nonrepairable vehicle certificates of title issued pursuant to this section unless they conflict with this section.
- R. If a component part of a vehicle on which the vehicle identification number is affixed is to be replaced and if the vehicle is being repaired by a person other than its owner, the person shall notify the owner in writing and in the manner prescribed by the department that the part has been replaced, and the owner shall comply with section 28-2165. This subsection does not apply if the department has not issued a salvage certificate of title or a nonrepairable certificate of title and if the vehicle manufacturer or the manufacturer's authorized agent meets all of the following conditions:

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- 1. The frame is the component part replaced.
- 2. The frame replacement is performed by the vehicle manufacturer or the manufacturer's authorized agent.
- 3. If the original frame contained a vehicle identification number or serial number, the original vehicle identification number or serial number, in a similar size and style, is restamped in the replacement frame by the manufacturer or the manufacturer's authorized agent.
- 4. Any existing manufacturer warranties remaining on the vehicle are not voided.
- 5. The manufacturer or the manufacturer's authorized agent obliterates all vehicle identification numbers or serial numbers contained on the original frame.
- S. Except as otherwise provided, a person who violates this section is guilty of a class 2 misdemeanor.
  - T. For the purposes of this section:
- 1. "Essential parts" means integral and body parts, the removal, alteration or substitution of which will tend to conceal the identity or substantially alter the appearance of the vehicle.
- 2. "Nonrepairable vehicle" means a vehicle of a type that is otherwise subject to titling and registration pursuant to this chapter and that either:
- (a) Has no resale value except as a source of parts or scrap metal and the owner or insurer designates the vehicle solely as a source of parts or scrap metal.
- (b) Is a completely stripped vehicle that is recovered from theft and that is missing the engine or motor, the transmission, all of the bolt-on sheet metal body panels, all of the doors and hatches, substantially all of the interior components and substantially all of the grill and light assemblies or that the owner designates has little or no resale value except its worth as a source of scrap metal or as a source of a vehicle identification number that could be used illegally.
- (c) Is a completely burned vehicle that has been burned to the extent that there are no usable or repairable body or interior components, tires and wheels, engine or motor or transmission and that the owner irreversibly designates as having little or no resale value except as a source of scrap metal or as a source of a vehicle identification number that could be used illegally.
- 3. "Nonrepairable vehicle certificate of title" means a vehicle ownership document issued to the owner of a nonrepairable vehicle.
- 4. "Salvage vehicle" means a vehicle, other than a nonrepairable vehicle, of a type that is subject to titling and registration pursuant to this chapter and that has been stolen, wrecked, destroyed, flood or water damaged or otherwise damaged to the extent that the owner, leasing company, financial institution or insurance company considers it uneconomical to repair the vehicle.

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Sec. 13. Section 28-2351, Arizona Revised Statutes, is amended to read:

### 28-2351. <u>License plate provided: design</u>

- A. The department shall provide to every owner one license plate for each vehicle registered. At the request of the owner and on payment of any required fee, the department shall provide either one or two license plates for a vehicle for which a special plate is requested pursuant to this chapter, except that the department shall provide one license plate if the special plate is issued pursuant to section 28-2404, 28-2409 OR SECTION 28-2407, SUBSECTION D or 28-2416 K.
- B. The license plate shall display the number assigned to the vehicle and to the owner of the vehicle and the name of this state, which may be abbreviated. The director shall coat the license plate with a reflective material that is consistent with the determination of the license plate commission established by section 28-2405 regarding the color and design of license plates and special plates as prescribed by section 28-2405. The director shall design the license plate and the letters and numerals on the license plate to be of sufficient size to be plainly readable during daylight from a distance of one hundred feet. In addition to the standard license plate issued for a trailer before the effective date of this amendment to this section AUGUST 12, 2005, the director shall issue a license plate for trailers that has a design that is similar to the standard size license plate for trailers but that is the same size as the license plate for motorcycles. The trailer owner shall notify the department which size license plate the owner wants for the trailer.
- C. Notwithstanding any other law, the department shall not contract with a nongovernmental entity to purchase or secure reflective material for the plates issued by the department unless the department has made a reasonable effort to secure qualified bids or proposals from as many individual responsible respondents as possible.
- D. The license plate commission established by section 28-2405 shall determine the color and design of the license plate. All other plates issued by the department, except the plates issued pursuant to  $\frac{28\text{-}2412}{28\text{-}2413}$ ,  $\frac{28\text{-}2414}{28\text{-}2416}$ ,  $\frac{28\text{-}2416}{28\text{-}2455}$  and  $\frac{28\text{-}2416}{28\text{-}2455}$  and  $\frac{28\text{-}2416}{28\text{-}2455}$  and  $\frac{28\text{-}2416}{28\text{-}2455}$  sections  $\frac{28\text{-}2456}{28\text{-}2455}$  and  $\frac{28\text{-}2456}{$
- E. A passenger motor vehicle rented without a driver shall receive the same type of license plate as issued for a private passenger motor vehicle. Sec. 14. Section 28-2402, Arizona Revised Statutes, is amended to read:

#### 28-2402. Special plate fees

The following fees are required:

1. Twenty-five dollars for each pair of original and for each annual renewal of special plates issued under this article, except special plates

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for hearing impaired persons issued under section  $\frac{28-2408}{28-2407}$  28-2407, SUBSECTION C and international symbol of access special plates issued under section  $\frac{28-2409}{28-2407}$  28-2407, SUBSECTION D AND EXCEPT AS OTHERWISE PROVIDED IN THIS ARTICLE.

2. Twelve dollars for a transfer of special plates, unless exempt pursuant to section 28-2403.

Sec. 15. Section 28-2403, Arizona Revised Statutes, is amended to read:

#### 28-2403. Special plates; transfers; violation; classification

- A. Except as otherwise provided in this article, the department shall issue or renew special plates in lieu of the regular license plates pursuant to the following conditions and procedures and only if the requirements prescribed by this article for the requested special plates are met:
- 1. Except as provided in section  $\frac{28-2416}{2407}$ , SUBSECTION K, a person who is the registered owner of a vehicle registered with the department or who applies for an original or renewal registration of a vehicle may submit to the department a completed application form as prescribed by the department with the fee prescribed by section 28-2402 for special plates in addition to the registration fee prescribed by section 28-2003.
- 2. Except for plates issued pursuant to sections 28-2412, 28-2413, 28-2414, 28-2416 through 28-2424, 28-2452, 28-2453, 28-2454 and 28-2455 and article 14 of this chapter SECTION 28-2407, SUBSECTIONS G, H, I, K, L, M, N, 0, P, Q, R, S, T AND U, the special plates shall be the same color as and similar to the design of the regular license plates that is determined by the license plate commission pursuant to section 28-2351.
- 3. Except as provided in section  $\frac{28-2416}{28-2407}$ , SUBSECTION K, the department shall issue special plates only to the owner or lessee of a vehicle that is currently registered, including any vehicle that has a declared gross weight, as defined in section 28-5431, of twenty-six thousand pounds or less.
- 4. Except as provided in section  $\frac{28-2416}{28-2407}$ , SUBSECTION K, the department shall charge the fee prescribed by section 28-2402 for each annual renewal of special plates in addition to the registration fee prescribed by section 28-2003.
- B. Except as provided in section 28-2416 28-2407, SUBSECTION K, on notification to the department and on payment of the transfer fee prescribed by section 28-2402, a person who is issued special plates may transfer the special plates to another vehicle the person owns or leases. Persons who are issued special plates for hearing impaired persons pursuant to section 28-2408 28-2407, SUBSECTION C and international symbol of access special plates pursuant to section 28-2409 28-2407, SUBSECTION D are exempt from the transfer fee. If a person who is issued special plates sells, trades or otherwise releases ownership of the vehicle on which the plates have been displayed, the person shall immediately report the transfer of the plates to the department or the person shall surrender the plates to the department as

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prescribed by the director. It is unlawful for a person to whom the plates have been issued to knowingly permit them to be displayed on a vehicle except the vehicle authorized by the department.

- C. The special plates shall be affixed to the vehicle for which registration is sought in lieu of the regular license plates.
  - D. A person is guilty of a class 3 misdemeanor who:
  - 1. Violates subsection B of this section.
- 2. Fraudulently gives false or fictitious information in the application for or renewal of special plates or placards issued pursuant to this article.
- 3. Conceals a material fact or otherwise commits fraud in the application for or renewal of special plates or placards issued pursuant to this article.
- Sec. 16. Section 28-2405, Arizona Revised Statutes, is amended to read:

#### 28-2405. License plate commission

- A. A license plate commission is established. The commission is composed of the following members:
- 1. Two public members who are appointed by the director of the department of transportation.
- 2. A person who is appointed by the governor from the governor's office of highway safety and who serves at the pleasure of the governor.
- 3. The director of the department of public safety or the director's designee.
- 4. The director of the department of transportation or the director's designee.
  - 5. The director of the office of tourism or the director's designee.
- 6. The director of the state department of corrections or the director's designee.
- B. The director of the department of transportation or the director's designee shall serve as chairman of the commission. The chairman shall preside at commission meetings and coordinate the activities of the commission and staff implementation of commission actions.
- C. All official actions of the commission shall be decided by a majority vote of commission members.
  - D. The commission shall determine the following:
  - 1. The color and design of license plates.
- 2. The color of special plates to be the same as and the design of special plates to be similar to the license plates, except for special plates issued pursuant to  $\frac{28-2412}{28-2412}$ ,  $\frac{28-2413}{28-2414}$ ,  $\frac{28-2416}{28-2424}$ ,  $\frac{28-2452}{28-2452}$ ,  $\frac{28-2453}{28-2454}$  and  $\frac{28-2455}{28-2455}$  and  $\frac{28-2456}{28-2457}$ , SUBSECTIONS G, H, I, K, L, M, N, O, P, Q, R, S, T AND U.
- 3. Whether to authorize special organization plates pursuant to section 28-2404.

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- 4. The indicia for special organization plates issued pursuant to section 28-2404.
- E. The department shall provide the commission with staff and technical assistance as necessary to perform its functions.
- F. Commission members are not eligible to receive compensation, but the members who are appointed pursuant to subsection A, paragraphs 1 and 2 of this section are eligible for reimbursement of expenses pursuant to title 38, chapter 4, article 2.

Sec. 17. Repeal

The following are repealed:

- 1. Sections 28-2407 through 28-2422, 28-2423 and 28-2424, Arizona Revised Statutes.
  - 2. Title 28, chapter 7, article 13, Arizona Revised Statutes.
- 3. The article heading of title 28, chapter 7, article 14, Arizona Revised Statutes.
- 4. Sections 28-2481 through 28-2485, 28-2487 and 28-2488, Arizona Revised Statutes.
- Sec. 18. Title 28, chapter 7, article 12, Arizona Revised Statutes, is amended by adding a new section 28-2407, to read:

28-2407. Special license plates

- A. THE DEPARTMENT SHALL ISSUE SPECIAL LICENSE PLATES AS PRESCRIBED IN THIS SECTION.
- B. AMATEUR RADIO OPERATOR SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE AMATEUR RADIO OPERATOR SPECIAL PLATES TO A PERSON WHO PROVIDES SATISFACTORY PROOF THAT THE PERSON OWNS AND HOLDS AN UNREVOKED AND UNEXPIRED AMATEUR RADIO STATION LICENSE ISSUED BY THE FEDERAL COMMUNICATIONS COMMISSION. THE AMATEUR RADIO OPERATOR SPECIAL PLATES SHALL BE INSCRIBED WITH THE OFFICIAL IDENTIFYING AMATEUR RADIO CALL LETTERS OF THE APPLICANT AS ASSIGNED BY THE FEDERAL COMMUNICATIONS COMMISSION.
- C. SPECIAL PLATES FOR HEARING IMPAIRED PERSONS. THE DEPARTMENT SHALL ISSUE TO A HEARING IMPAIRED PERSON SPECIAL PLATES THAT DISPLAY A DISTINCTIVE NUMBER ASSIGNED TO THE VEHICLE AND TO THE VEHICLE OWNER OR LESSEE AND THAT INDICATE THE OWNER OR LESSEE OF THE VEHICLE IS HEARING IMPAIRED. ON APPLICATION, THE DEPARTMENT SHALL ISSUE A REMOVABLE PLACARD TO A HEARING IMPAIRED PERSON AT NO ADDITIONAL CHARGE FOR DISPLAY IN A VEHICLE OPERATED BY THE HEARING IMPAIRED PERSON. THE DEPARTMENT SHALL DESIGN THE PLACARD AND DETERMINE THE REQUIRED DISPLAY OF THE PLACARD. FOR THE PURPOSES OF THIS SUBSECTION, "HEARING IMPAIRED PERSON" MEANS A PERSON WHO CANNOT, WITH OR WITHOUT A HEARING AID, HEAR AND UNDERSTAND NORMAL SPEECH IN OPTIMAL LISTENING CONDITIONS AND WHO SUBMITS TO THE DEPARTMENT A CERTIFICATE THAT IS ISSUED BY A PERSON LICENSED TO PRACTICE MEDICINE IN THIS STATE OR ANOTHER STATE OR BY AN AUDIOLOGIST LICENSED PURSUANT TO TITLE 36, CHAPTER 17 AND THAT STATES THE APPLICANT IS HEARING IMPAIRED.
- D. <u>INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATES.</u> THE DEPARTMENT SHALL ISSUE SPECIAL PLATES BEARING THE INTERNATIONAL SYMBOL OF ACCESS TO

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EITHER A PERSON WHO IS PERMANENTLY PHYSICALLY DISABLED AND WHO IS AN OWNER OR LESSEE OF A MOTOR VEHICLE OR AN ORGANIZATION THAT OWNS OR LEASES A MOTOR VEHICLE THAT PRIMARILY TRANSPORTS PHYSICALLY DISABLED PERSONS. INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATES AND PLACARDS ARE SUBJECT TO THE FOLLOWING:

- 1. A PERMANENTLY DISABLED SPECIAL PLATE ISSUED UNDER THIS SUBSECTION IS VALID FOR AS LONG AS THE PERSON TO WHOM THE PLATE IS ISSUED QUALIFIES FOR ISSUANCE UNDER THIS SUBSECTION.
- 2. A PERSON WHO IS PERMANENTLY PHYSICALLY DISABLED MAY OBTAIN, IF QUALIFIED, A PERMANENTLY DISABLED REMOVABLE WINDSHIELD PLACARD. A PERSON WHO IS TEMPORARILY PHYSICALLY DISABLED MAY OBTAIN, IF QUALIFIED, A TEMPORARILY DISABLED REMOVABLE WINDSHIELD PLACARD. AN ORGANIZATION THAT PRIMARILY TRANSPORTS PHYSICALLY DISABLED PERSONS MAY OBTAIN, IF QUALIFIED, A PLACARD FOR EACH OF THE QUALIFIED VEHICLES. THE DEPARTMENT SHALL ISSUE ONLY ONE VALID PLACARD TO A TEMPORARILY OR PERMANENTLY PHYSICALLY DISABLED APPLICANT, EXCEPT TO REPLACE A LOST, STOLEN OR MUTILATED PLACARD OR IF THE DEPARTMENT DETERMINES, ON RECEIVING THE APPLICANT'S WRITTEN REQUEST, THAT THE NEEDS OF THE APPLICANT ARE SUCH THAT TWO VALID PLACARDS ARE REQUIRED. THE DEPARTMENT SHALL ISSUE A PLACARD PURSUANT TO THIS SUBSECTION AT NO ADDITIONAL CHARGE.
- 3. A PERMANENTLY DISABLED REMOVABLE WINDSHIELD PLACARD ISSUED OR RENEWED UNDER THIS SUBSECTION IS VALID FOR FIVE YEARS. A TEMPORARILY DISABLED REMOVABLE WINDSHIELD PLACARD ISSUED OR RENEWED UNDER THIS SUBSECTION IS VALID FOR A PERIOD OF TIME AS DETERMINED BY THE DEPARTMENT. A PERSON WHO DESIRES TO OBTAIN A TEMPORARILY DISABLED REMOVABLE WINDSHIELD PLACARD FOR AN ADDITIONAL PERIOD OF TIME SHALL SUBMIT A NEW APPLICATION.
- 4. A PERSON OR ORGANIZATION THAT DESIRES TO OBTAIN A PERMANENTLY DISABLED OR TEMPORARILY DISABLED REMOVABLE WINDSHIELD PLACARD OR INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATES SHALL SUBMIT AN APPLICATION TO THE DEPARTMENT ON A FORM FURNISHED BY THE DEPARTMENT THAT CONTAINS ONE OF THE FOLLOWING:
- (a) IF A PERMANENTLY OR TEMPORARILY DISABLED PERSON, A CERTIFICATE COMPLETED BY A HOSPITAL ADMINISTRATOR OR BY AN AUTHORIZED PHYSICIAN THAT CERTIFIES THAT THE APPLICANT IS PHYSICALLY DISABLED.
- (b) IF AN ORGANIZATION, A SIGNED STATEMENT BY AN AUTHORIZED OFFICER OF THE ORGANIZATION AFFIRMING THAT THE REGISTERED VEHICLE THAT IS OWNED OR LEASED BY THE ORGANIZATION AND THAT WILL DISPLAY THE PLACARD OR THE INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATES PRIMARILY TRANSPORTS PHYSICALLY DISABLED PERSONS.
- 5. ON RECEIPT OF THE APPLICATION CONTAINING THE MEDICAL CERTIFICATE OR SIGNED STATEMENT, IF THE DEPARTMENT FINDS THAT THE APPLICANT QUALIFIES FOR THE PARKING PRIVILEGES PURSUANT TO CHAPTER 3, ARTICLE 14 OF THIS TITLE, THE DEPARTMENT SHALL ISSUE THE PLACARD OR INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATES.
- 6. A PERSON OR AN ORGANIZATION DESIRING TO RENEW A PERMANENTLY DISABLED REMOVABLE WINDSHIELD PLACARD SHALL SUBMIT AN APPLICATION TO THE DEPARTMENT CONTAINING ONE OF THE FOLLOWING:

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- (a) IF A PERMANENTLY DISABLED PERSON, A SIGNED STATEMENT BY THE PERSON THAT IS WITNESSED BY A DEPARTMENT AGENT OR NOTARY PUBLIC, THAT REQUESTS THE RENEWAL OF THE PLACARD AND THAT AFFIRMS THAT THE PERSON IS PHYSICALLY DISABLED.
- (b) IF AN ORGANIZATION, A SIGNED STATEMENT BY AN AUTHORIZED OFFICER OF THE ORGANIZATION AFFIRMING THAT THE REGISTERED VEHICLE THAT IS OWNED OR LEASED BY THE ORGANIZATION AND THAT WILL DISPLAY THE PLACARD PRIMARILY TRANSPORTS PHYSICALLY DISABLED PERSONS.
- 7. THE PLACARD OR INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATES SHALL BE DISPLAYED ON OR IN THE MOTOR VEHICLE IN THE MANNER PRESCRIBED BY THE DEPARTMENT.
- 8. A REQUEST FOR SPECIAL PLATES ISSUED UNDER THIS SUBSECTION MAY BE COMBINED WITH A REQUEST FOR AN HONORED MILITARY LICENSE PLATE ISSUED UNDER SUBSECTION T OF THIS SECTION OR ANY OTHER SPECIAL PLATE. THE DEPARTMENT SHALL PRESCRIBE THE FORM FOR THE REQUEST. THE REQUEST IS SUBJECT TO PAYMENT OF ONLY THE FEE REQUIRED FOR THE HONORED MILITARY LICENSE PLATE OR OTHER SPECIAL PLATE AND IS NOT SUBJECT TO ANY OTHER SPECIAL PLATE FEE UNDER SECTION 28-2402. AN INTERNATIONAL SYMBOL OF ACCESS SPECIAL PLATE THAT IS COMBINED WITH AN HONORED MILITARY LICENSE PLATE OR ANY OTHER SPECIAL PLATE IS NOT A PERSONALIZED SPECIAL PLATE UNDER SECTION 28-2406.
  - 9. FOR THE PURPOSES OF THIS SUBSECTION:
- (a) "AUTHORIZED PHYSICIAN" MEANS A DOCTOR OF MEDICINE, OSTEOPATHY, PODIATRY OR CHIROPRACTIC LICENSED TO PRACTICE MEDICINE IN THIS STATE OR ANOTHER STATE OR AUTHORIZED BY THE UNITED STATES GOVERNMENT TO PRACTICE MEDICINE.
- (b) "PERMANENTLY DISABLED REMOVABLE WINDSHIELD PLACARD" MEANS A TWO-SIDED, HOOKED PLACARD THAT INCLUDES ON EACH SIDE ALL OF THE FOLLOWING:
- (i) THE INTERNATIONAL SYMBOL OF ACCESS THAT IS AT LEAST THREE INCHES IN HEIGHT, THAT IS CENTERED ON THE PLACARD AND THAT IS WHITE ON A BLUE SHIELD.
  - (ii) AN IDENTIFICATION NUMBER.
  - (iii) AN EXPIRATION DATE.
  - (iv) THE SEAL OR OTHER IDENTIFICATION OF THE ISSUING AUTHORITY.
- (c) "PHYSICALLY DISABLED PERSON" MEANS A PERSON WHO, AS DETERMINED BY A HOSPITAL ADMINISTRATOR OR AUTHORIZED PHYSICIAN, MEETS ANY OF THE FOLLOWING CONDITIONS:
  - (i) CANNOT WALK TWO HUNDRED FEET WITHOUT STOPPING TO REST.
- (ii) CANNOT WALK WITHOUT THE USE OF OR ASSISTANCE FROM ANY BRACE, CANE, CRUTCH, OTHER PERSON, PROSTHETIC DEVICE, WHEELCHAIR OR OTHER ASSISTIVE DEVICE.
- (iii) IS RESTRICTED BY LUNG DISEASE TO SUCH AN EXTENT THAT THE PERSON'S FORCED RESPIRATORY, EXPIRATORY VOLUME FOR ONE SECOND, IF MEASURED BY SPIROMETRY, IS LESS THAN ONE LITER, OR THE ARTERIAL OXYGEN TENSION IS LESS THAN SIXTY MM/HG ON ROOM AIR AT REST.
  - (iv) USES PORTABLE OXYGEN.

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- (v) HAS A CARDIAC CONDITION TO THE EXTENT THAT THE PERSON'S FUNCTIONAL LIMITATIONS ARE CLASSIFIED IN SEVERITY AS CLASS III OR CLASS IV ACCORDING TO STANDARDS SET BY THE AMERICAN HEART ASSOCIATION.
- (vi) IS SEVERELY LIMITED IN THE PERSON'S ABILITY TO WALK DUE TO AN ARTHRITIC. NEUROLOGICAL OR ORTHOPEDIC CONDITION.
- (d) "TEMPORARILY DISABLED REMOVABLE WINDSHIELD PLACARD" MEANS A TWO-SIDED, HOOKED PLACARD THAT INCLUDES ON EACH SIDE ALL OF THE FOLLOWING:
- (i) THE INTERNATIONAL SYMBOL OF ACCESS THAT IS AT LEAST THREE INCHES IN HEIGHT, THAT IS CENTERED ON THE PLACARD AND THAT IS WHITE ON A RED SHIELD.
  - (ii) AN IDENTIFICATION NUMBER.
  - (iii) A DATE OF EXPIRATION.
  - (iv) THE SEAL OR OTHER IDENTIFICATION OF THE ISSUING AUTHORITY.
- E. HONORARY CONSULAR OFFICIAL SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE HONORARY CONSULAR OFFICIAL SPECIAL PLATES TO A CITIZEN OF THE UNITED STATES OR A PERMANENT RESIDENT OF THIS COUNTRY WHO SUBMITS SATISFACTORY PROOF TO THE DEPARTMENT THAT THE CITIZEN OR PERMANENT RESIDENT IS APPOINTED BY A FOREIGN COUNTRY TO FACILITATE AND PROMOTE THE INTEREST OF THE FOREIGN COUNTRY WITH THIS STATE.
- F. PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES TO A PERSON WHO OWNS A VEHICLE WITH A BODY DESIGN THAT RETAINS AT LEAST THE BASIC ORIGINAL STYLE AS MANUFACTURED IN 1948 OR EARLIER AND THAT HAS BEEN MODIFIED FOR SAFE ROAD USE. THE MODIFICATION MAY INCLUDE MODIFICATION OF THE DRIVE TRAIN AND SUSPENSION AND BRAKE SYSTEMS, MODIFICATIONS TO THE BODY THROUGH THE USE OF MATERIALS SUCH AS STEEL OR FIBERGLASS AND ANY OTHER SAFETY OR COMFORT A PERSON WHO COMPLIES WITH THIS SUBSECTION MAY APPLY FOR PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES BY INDICATING ON THE APPLICATION THE LETTERS. NUMBERS OR COMBINATION OF LETTERS AND NUMBERS REQUESTED AS A REGISTRATION NUMBER. THE DEPARTMENT SHALL DETERMINE THE NUMBER OF POSITIONS ALLOWED ON THE PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES. THE PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES SHALL NOT CONFLICT WITH EXISTING PLATES AND SHALL NOT DUPLICATE REGISTRATION NUMBERS. THE DEPARTMENT MAY REFUSE TO ISSUE OR MAY SUSPEND, CANCEL OR REVOKE ANY COMBINATION OF LETTERS OR NUMBERS OR ANY COMBINATION OF LETTERS AND NUMBERS THAT CARRIES CONNOTATIONS THAT ARE OFFENSIVE TO GOOD TASTE AND DECENCY, ANY COMBINATION THAT IS MISLEADING OR ANY COMBINATION THAT DUPLICATES OTHER PLATES. IF A PERSON WHO HAS BEEN ISSUED PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES SELLS, TRADES OR OTHERWISE RELEASES OWNERSHIP OF THE VEHICLE ON WHICH THE PLATES HAVE BEEN DISPLAYED AND RELINQUISHES THE PLATES TO THE NEW OWNER OF THE VEHICLE, THE PERSON SHALL RELEASE THE PERSON'S PRIORITY TO THE LETTERS, NUMBERS OR COMBINATION OF LETTERS AND NUMBERS THAT IS DISPLAYED ON THE PERSONALIZED STREET ROD VEHICLE SPECIAL PLATES IN THE MANNER PRESCRIBED BY THE DIRECTOR. THE PERSON TO WHOM THE PLATES ARE RELINQUISHED SHALL APPLY TO THE DEPARTMENT FOR ISSUANCE OF THE PLATES TO THE NEW APPLICANT.

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- G. COLLEGIATE SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE COLLEGIATE SPECIAL PLATES THAT IDENTIFY EACH UNIVERSITY THAT IS DESCRIBED IN SECTION 15-1601. THE COLLEGIATE SPECIAL PLATES SHALL HAVE THE SAME COLOR AND DESIGN AS THE COLLEGIATE LICENSE PLATES ISSUED ON OR BEFORE DECEMBER 31, 1992, EXCEPT THAT ON THE REQUEST OF A UNIVERSITY AS DESCRIBED IN SECTION 15-1601. THE DEPARTMENT MAY REVISE THE COLOR AND DESIGN OF THE PLATES AS APPROPRIATE FOR THE UNIVERSITY. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL COLLEGIATE SPECIAL PLATES AND FOR RENEWAL OF COLLEGIATE SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS A COLLEGIATE PLATE ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND SHALL TRANSMIT THE COLLEGIATE PLATE ANNUAL DONATIONS TO THE BOARD OF REGENTS FOR PLACEMENT IN THE APPROPRIATE UNIVERSITY COLLEGIATE SPECIAL PLATE THE REQUEST FOR COLLEGIATE SPECIAL PLATES MAY BE COMBINED WITH A REQUEST FOR PERSONALIZED SPECIAL PLATES. THIS REQUEST SHALL BE ON A FORM PRESCRIBED BY THE DIRECTOR AND IS SUBJECT TO THE FEES REQUIRED FOR THE PERSONALIZED SPECIAL PLATES IN ADDITION TO THE FEES REQUIRED FOR COLLEGIATE SPECIAL PLATES.
- H. <u>ENVIRONMENTAL SPECIAL PLATES</u>. THE DEPARTMENT SHALL ISSUE ENVIRONMENTAL SPECIAL PLATES. THE ENVIRONMENTAL SPECIAL PLATES SHALL HAVE THE SAME BASIC COLOR AND DESIGN AS THE ENVIRONMENTAL LICENSE PLATES ISSUED ON OR BEFORE DECEMBER 31, 1992, EXCEPT THAT THE DEPARTMENT MAY MAKE MINOR ALTERATIONS OF ENVIRONMENTAL SPECIAL PLATES TO MAKE THE PLATES MORE REFLECTIVE AND READABLE DURING THE DAYLIGHT AND NIGHTTIME HOURS. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL ENVIRONMENTAL SPECIAL PLATES AND FOR RENEWAL OF ENVIRONMENTAL SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ENVIRONMENTAL PLATE ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND SHALL DEPOSIT THE ENVIRONMENTAL PLATE ANNUAL DONATIONS IN THE ENVIRONMENTAL SPECIAL PLATE FUND ESTABLISHED BY SECTION 37-1015 FOR DISBURSEMENT BY THE STATE LAND DEPARTMENT FOR ENVIRONMENTAL EDUCATION PROGRAMS.
- I. VETERAN SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE VETERAN SPECIAL PLATES TO EITHER A PERSON WHO SUBMITS SATISFACTORY PROOF TO THE DEPARTMENT THAT THE PERSON IS A VETERAN OR THE IMMEDIATE FAMILY MEMBER OF A PERSON WHO HAS BEEN ISSUED A LICENSE PLATE PURSUANT TO THIS SUBSECTION. THE DEPARTMENT SHALL ISSUE VETERAN SPECIAL PLATES FOR MOTORCYCLES. THE VETERAN SPECIAL PLATES SHALL CONTAIN A RED, WHITE AND BLUE DESIGN, AN AMERICAN FLAG IN THE CENTER OF THE PLATE AND THE DESIGNATION "VETERAN" AT THE BOTTOM OF THE PLATE. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL VETERAN SPECIAL PLATES AND FOR RENEWAL OF VETERAN SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS A VETERAN PLATE ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO

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SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND SHALL DEPOSIT THE VETERAN PLATE ANNUAL DONATIONS IN THE VETERANS' DONATIONS FUND ESTABLISHED BY SECTION 41-608.

- J. NATIONAL GUARD MEMBER SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE NATIONAL GUARD MEMBER SPECIAL PLATES TO A PERSON WHO SUBMITS SATISFACTORY PROOF TO THE DEPARTMENT THAT THE PERSON IS OR HAS BEEN A MEMBER OF THE ARIZONA NATIONAL GUARD OR THE SPOUSE OF A PERSON WHO IS OR HAS BEEN A MEMBER OF THE ARIZONA NATIONAL GUARD. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL NATIONAL GUARD MEMBER SPECIAL PLATES AND FOR RENEWAL OF NATIONAL GUARD MEMBER SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS A NATIONAL GUARD MEMBER SPECIAL PLATE ANNUAL DONATION. THE DIRECTOR SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND SHALL DEPOSIT THE NATIONAL GUARD MEMBER SPECIAL PLATE ANNUAL DONATIONS IN THE MORALE, WELFARE AND RECREATIONAL FUND ESTABLISHED BY SECTION 26-153. THE DEPARTMENT SHALL NOT ISSUE SPECIAL PLATES PURSUANT TO THIS SUBSECTION TO A PERSON OR TO THE SPOUSE OF A PERSON WHO WAS DISCHARGED FROM THE ARMED FORCES UNDER CONDITIONS LESS THAN HONORABLE.
- K. <u>ALTERNATIVE FUEL VEHICLE SPECIAL PLATES AND STICKERS.</u> THE ISSUANCE OF ALTERNATIVE FUEL VEHICLE SPECIAL PLATES AND STICKERS ARE SUBJECT TO THE FOLLOWING:
- 1. BEGINNING APRIL 1, 1997, A PERSON WHO OWNS A MOTOR VEHICLE THAT HAS EITHER BEEN CONVERTED OR MANUFACTURED TO USE AN ALTERNATIVE FUEL AND THE ALTERNATIVE FUEL WAS SUBJECT TO THE USE FUEL TAX IMPOSED PURSUANT TO CHAPTER 16 OF THIS TITLE BEFORE APRIL 1, 1997 SHALL APPLY FOR ALTERNATIVE FUEL VEHICLE SPECIAL PLATES PURSUANT TO THIS SUBSECTION.
- 2. A PERSON WHO OWNS A MOTOR VEHICLE THAT IS A HYBRID VEHICLE MAY APPLY FOR ALTERNATIVE FUEL VEHICLE SPECIAL PLATES PURSUANT TO THIS SUBSECTION. THE DEPARTMENT SHALL ISSUE ALTERNATIVE FUEL VEHICLE SPECIAL PLATES, OR AN ALTERNATIVE FUEL VEHICLE STICKER AS PROVIDED IN PARAGRAPH 5 OF THIS SUBSECTION, AND A HYBRID VEHICLE STICKER TO A PERSON WHO SATISFIES THE REQUIREMENTS PRESCRIBED IN PARAGRAPH 3 OF THIS SUBSECTION. THE HYBRID VEHICLE STICKER SHALL BE DESIGNED BY THE DEPARTMENT AND SHALL BE PLACED ON THE MOTOR VEHICLE AS PRESCRIBED BY THE DEPARTMENT.
- 3. THE DEPARTMENT OF TRANSPORTATION SHALL ISSUE ALTERNATIVE FUEL VEHICLE SPECIAL PLATES, OR AN ALTERNATIVE FUEL VEHICLE STICKER AS PROVIDED IN PARAGRAPH 5 OF THIS SUBSECTION, TO A PERSON WHO SATISFIES ALL OF THE FOLLOWING:
- (a) OWNS A MOTOR VEHICLE THAT IS POWERED BY AN ALTERNATIVE FUEL OR THAT IS A HYBRID VEHICLE.
- (b) FOR AN ORIGINAL EQUIPMENT MANUFACTURED ALTERNATIVE FUEL VEHICLE OR HYBRID VEHICLE. THE DEALER WHO SELLS THE MOTOR VEHICLE SHALL PROVIDE TO THE

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DEPARTMENT OF TRANSPORTATION AND THE OWNER OF THE MOTOR VEHICLE A CERTIFICATE INDICATING:

- (i) THAT THE MOTOR VEHICLE IS POWERED BY AN ALTERNATIVE FUEL OR IS A HYBRID VEHICLE.
- (ii) THE EMISSION CLASSIFICATION OF THE MOTOR VEHICLE AS LOW, INHERENTLY LOW, ULTRALOW OR ZERO.
- (c) FOR A CONVERTED MOTOR VEHICLE OR A MOTOR VEHICLE THAT IS ASSEMBLED BY THE OWNER, THE DEPARTMENT OF ENVIRONMENTAL QUALITY OR AN AGENT OF THE DEPARTMENT OF ENVIRONMENTAL QUALITY SHALL PROVIDE A CERTIFICATE TO THE DEPARTMENT OF TRANSPORTATION AND THE OWNER OF THE MOTOR VEHICLE INDICATING THAT THE MOTOR VEHICLE IS POWERED BY AN ALTERNATIVE FUEL OR IS A HYBRID VEHICLE.
- (d) PAYS AN EIGHT DOLLAR SPECIAL PLATE ADMINISTRATION FEE, EXCEPT THAT VEHICLES THAT ARE REGISTERED PURSUANT TO SECTION 28-2511 ARE EXEMPT FROM THAT FEE. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991.
- 4. THE COLOR AND DESIGN OF THE ALTERNATIVE FUEL VEHICLE SPECIAL PLATES ARE SUBJECT TO THE APPROVAL OF THE DEPARTMENT OF COMMERCE ENERGY OFFICE. THE DIRECTOR MAY ALLOW A REQUEST FOR ALTERNATIVE FUEL VEHICLE SPECIAL PLATES TO BE COMBINED WITH A REQUEST FOR PERSONALIZED SPECIAL PLATES. IF THE DIRECTOR ALLOWS SUCH A COMBINATION, THE REQUEST SHALL BE IN A FORM PRESCRIBED BY THE DIRECTOR AND IS SUBJECT TO THE FEES FOR THE PERSONALIZED SPECIAL PLATES IN ADDITION TO THE FEES REQUIRED FOR ALTERNATIVE FUEL VEHICLE SPECIAL PLATES. ALTERNATIVE FUEL VEHICLE SPECIAL PLATES ARE NOT TRANSFERABLE, EXCEPT THAT IF THE DIRECTOR ALLOWS ALTERNATIVE FUEL VEHICLE SPECIAL PLATES TO BE PERSONALIZED A PERSON WHO IS ISSUED PERSONALIZED ALTERNATIVE FUEL VEHICLE SPECIAL PLATES MAY TRANSFER THOSE PLATES TO ANOTHER ALTERNATIVE FUEL VEHICLE FOR WHICH THE PERSON IS THE REGISTERED OWNER OR LESSEE.
- 5. IF A MOTOR VEHICLE QUALIFIES PURSUANT TO THIS SUBSECTION AND ANY OTHER SPECIAL PLATES ARE ISSUED PURSUANT TO ARTICLE 7 OR 8 OF THIS CHAPTER, SECTION 28-2514 OR SUBSECTION T OF THIS SECTION FOR THE MOTOR VEHICLE, THE DEPARTMENT MAY ISSUE AN ALTERNATIVE FUEL VEHICLE STICKER TO THE PERSON WHO OWNS THE MOTOR VEHICLE. THE ALTERNATIVE FUEL VEHICLE STICKER SHALL BE DIAMOND-SHAPED, SHALL INDICATE THE TYPE OF ALTERNATIVE FUEL USED BY THE VEHICLE AND SHALL BE PLACED ON THE MOTOR VEHICLE AS PRESCRIBED BY THE DEPARTMENT.
  - 6. FOR THE PURPOSES OF THIS SUBSECTION:
- (a) "ALTERNATIVE FUEL" HAS THE SAME MEANING PRESCRIBED IN SECTION 1-215.
- (b) "HYBRID VEHICLE" HAS THE SAME MEANING PRESCRIBED IN SECTION 28-737.
- L. <u>CHILD ABUSE PREVENTION SPECIAL PLATES.</u> THE DEPARTMENT OF TRANSPORTATION SHALL ISSUE CHILD ABUSE PREVENTION SPECIAL PLATES. THE DIRECTOR OF THE DIVISION FOR CHILDREN IN THE GOVERNOR'S OFFICE OR THE

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DIRECTOR'S DESIGNEE SHALL DESIGN THE CHILD ABUSE PREVENTION SPECIAL PLATES. THE DESIGN AND COLOR OF THE CHILD ABUSE PREVENTION SPECIAL PLATES ARE SUBJECT TO THE APPROVAL OF THE DEPARTMENT OF TRANSPORTATION. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL CHILD ABUSE PREVENTION SPECIAL PLATES AND FOR RENEWAL OF CHILD ABUSE PREVENTION SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION IN THE PREVENTION OF CHILD ABUSE FUND ESTABLISHED BY SECTION 41-109.

NAVAJO NATION SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE NAVAJO NATION SPECIAL PLATES. THE COLOR AND DESIGN OF THE NAVAJO NATION SPECIAL PLATES SHALL BE DIFFERENT FROM THE COLOR AND DESIGN OF REGULAR LICENSE PLATES DETERMINED BY THE LICENSE PLATE COMMISSION PURSUANT TO SECTION 28-2351 AND SHALL BE REPRESENTATIVE OF THE NAVAJO NATION. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR THE ORIGINAL NAVAJO NATION SPECIAL PLATES AND FOR RENEWAL OF NAVAJO NATION SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND SHALL TRANSMIT ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION TO THE NAVAJO NATION DEPARTMENT OF HIGHWAY SAFETY. THE NAVAJO NATION DEPARTMENT OF HIGHWAY SAFETY SHALL USE THESE MONIES ONLY FOR TRAFFIC CONTROL DEVICES THAT CONFORM TO THE MANUAL AND SPECIFICATIONS PRESCRIBED IN SECTION 28-641 ON HIGHWAYS ON THE NAVAJO RESERVATION THAT ARE LOCATED IN THIS STATE AND THAT ARE NOT STATE HIGHWAYS.

N. TRANSPLANTATION AWARENESS SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE TRANSPLANTATION AWARENESS SPECIAL PLATES. THE COLOR AND DESIGN OF THE TRANSPLANTATION AWARENESS SPECIAL PLATES SHALL BE DIFFERENT FROM THE COLOR AND DESIGN OF REGULAR LICENSE PLATES DETERMINED BY THE LICENSE PLATE COMMISSION PURSUANT TO SECTION 28-2351. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL TRANSPLANTATION AWARENESS SPECIAL PLATES AND FOR RENEWAL OF TRANSPLANTATION AWARENESS SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION IN THE TRANSPLANTATION AWARENESS FUND ESTABLISHED BY THIS SUBSECTION. THE TRANSPLANTATION AWARENESS FUND IS ESTABLISHED CONSISTING OF MONIES RECEIVED PURSUANT TO THIS SUBSECTION. THE DIRECTOR SHALL ADMINISTER THE FUND. THE DIRECTOR SHALL SELECT A PRIVATE COALITION THAT IS QUALIFIED UNDER SECTION 501(c)(3) OF THE UNITED STATES INTERNAL REVENUE CODE FOR FEDERAL INCOME TAX PURPOSES AND THAT HAS A MISSION OF PROMOTING TRANSPLANTATION AWARENESS AND ALLOCATE THE MONIES IN THE FUND TO THE

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COALITION ON AN ANNUAL BASIS. ON NOTICE FROM THE DIRECTOR, THE STATE TREASURER SHALL INVEST AND DIVEST MONIES IN THE FUND AS PROVIDED BY SECTION 35-313, AND MONIES EARNED FROM INVESTMENT SHALL BE CREDITED TO THE FUND. MONIES IN THE FUND ARE EXEMPT FROM THE PROVISIONS OF SECTION 35-190 RELATING TO LAPSING OF APPROPRIATIONS.

- SAN CARLOS APACHE TRIBE SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE SAN CARLOS APACHE TRIBE SPECIAL PLATES. THE COLOR AND DESIGN OF THE SAN CARLOS APACHE TRIBE SPECIAL PLATES SHALL BE DIFFERENT FROM THE COLOR AND DESIGN OF REGULAR LICENSE PLATES DETERMINED BY THE LICENSE PLATE COMMISSION PURSUANT TO SECTION 28-2351 AND SHALL BE REPRESENTATIVE OF THE SAN CARLOS APACHE TRIBE. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR THE ORIGINAL SAN CARLOS APACHE TRIBE SPECIAL PLATES AND FOR RENEWAL OF SAN CARLOS APACHE TRIBE SPECIAL PLATES. EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND SHALL TRANSMIT ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION TO THE SAN CARLOS APACHE TRIBE TRANSPORTATION BOARD. THE SAN CARLOS APACHE TRIBE TRANSPORTATION BOARD SHALL USE THESE MONIES ONLY FOR TRAFFIC CONTROL DEVICES THAT CONFORM TO THE MANUAL AND SPECIFICATIONS PRESCRIBED IN SECTION 28-641 ON HIGHWAYS ON THE SAN CARLOS APACHE TRIBE RESERVATION THAT ARE LOCATED IN THIS STATE AND THAT ARE NOT STATE HIGHWAYS.
- P. CHARACTER EDUCATION SPECIAL PLATES. THE DEPARTMENT OF TRANSPORTATION SHALL ISSUE CHARACTER EDUCATION SPECIAL PLATES. THE SUPERINTENDENT OF PUBLIC INSTRUCTION OR THE SUPERINTENDENT'S DESIGNEE SHALL DESIGN THE CHARACTER EDUCATION SPECIAL PLATES. THE DESIGN AND COLOR OF THE CHARACTER EDUCATION SPECIAL PLATES ARE SUBJECT TO THE APPROVAL OF THE DEPARTMENT OF TRANSPORTATION. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR ORIGINAL CHARACTER EDUCATION SPECIAL PLATES AND FOR RENEWAL OF CHARACTER EDUCATION SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION IN THE CHARACTER EDUCATION SPECIAL PLATE FUND ESTABLISHED BY SECTION 15-719 FOR DISBURSEMENT BY THE DEPARTMENT OF EDUCATION PURSUANT TO SECTION 15-719.
- Q. <u>SPAYING AND NEUTERING OF ANIMALS SPECIAL PLATES</u>. THE DEPARTMENT SHALL ISSUE SPAYING AND NEUTERING OF ANIMALS SPECIAL PLATES. THE COMPANION ANIMAL SPAY AND NEUTER COMMITTEE ESTABLISHED BY SECTION 28-2408 SHALL DESIGN THE SPAYING AND NEUTERING OF ANIMALS SPECIAL PLATES. THE DESIGN AND COLOR OF THE SPAYING AND NEUTERING OF ANIMALS SPECIAL PLATES ARE SUBJECT TO THE APPROVAL OF THE DEPARTMENT. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR THE ORIGINAL SPAYING AND NEUTERING OF ANIMALS SPECIAL PLATES AND FOR RENEWAL OF SPAYING AND NEUTERING OF ANIMALS SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS

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AN ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS SECTION IN THE SPAYING AND NEUTERING OF ANIMALS FUND ESTABLISHED BY SECTION 28-2409.

- R. BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES IF, BY DECEMBER 31, 2005, THIRTY-TWO THOUSAND DOLLARS IS PAID TO THE DEPARTMENT FOR THE IMPLEMENTATION OF THIS SUBSECTION. THE DIRECTOR OF THE DEPARTMENT, OR THE DIRECTOR'S DESIGNEE, SHALL DESIGN THE BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES. THE DIRECTOR MAY ALLOW A REQUEST FOR BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES TO BE COMBINED WITH A REQUEST FOR PERSONALIZED SPECIAL PLATES. IF THE DIRECTOR ALLOWS SUCH A COMBINATION, THE REQUEST SHALL BE IN A FORM PRESCRIBED BY THE DIRECTOR AND IS SUBJECT TO THE FEES FOR THE PERSONALIZED SPECIAL PLATES IN ADDITION TO THE FEES REQUIRED FOR BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR THE ORIGINAL BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES AND FOR RENEWAL OF BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION IN THE BREAST AND CERVICAL CANCER SCREENING AND DIAGNOSTIC SPECIAL PLATE FUND ESTABLISHED BY SECTION 36-119.
- S. GOLDEN RULE SPECIAL PLATES. THE DEPARTMENT SHALL ISSUE GOLDEN RULE SPECIAL PLATES IF, BY DECEMBER 31, 2005, AN INCORPORATED NONPROFIT CORPORATION IN THIS STATE THAT IS QUALIFIED UNDER SECTION 501(c)(3) OF THE UNITED STATES INTERNAL REVENUE CODE FOR FEDERAL INCOME TAX PURPOSES PROVIDES PROOF SATISFACTORY TO THE DIRECTOR THAT THE CORPORATION PROVIDES GOLDEN RULE PROGRAMS THAT DEMONSTRATE THE PROMOTION OF THE GOLDEN RULE IN SCHOOLS IN THIS STATE AND IN COMMUNITIES IN THIS STATE AND PAYS THIRTY-TWO THOUSAND DOLLARS TO THE DEPARTMENT FOR IMPLEMENTATION OF THIS SUBSECTION. THE SECRETARY OF STATE OR THE SECRETARY OF STATE'S DESIGNEE SHALL DESIGN THE GOLDEN RULE SPECIAL PLATES. THE DESIGN AND COLOR OF THE GOLDEN RULE SPECIAL PLATES ARE SUBJECT TO THE APPROVAL OF THE DEPARTMENT. THE DIRECTOR MAY ALLOW A REQUEST FOR GOLDEN RULE SPECIAL PLATES TO BE COMBINED WITH A REQUEST FOR PERSONALIZED SPECIAL PLATES. IF THE DIRECTOR ALLOWS SUCH A COMBINATION, THE REQUEST SHALL BE IN A FORM PRESCRIBED BY THE DIRECTOR AND IS SUBJECT TO THE FEES FOR THE PERSONALIZED SPECIAL PLATES IN ADDITION TO THE FEES REQUIRED FOR GOLDEN RULE SPECIAL PLATES. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR THE ORIGINAL GOLDEN RULE SPECIAL PLATES AND FOR RENEWAL OF GOLDEN RULE SPECIAL PLATES, EIGHT DOLLARS IS A SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION. THE DEPARTMENT SHALL DEPOSIT,

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 PURSUANT TO SECTIONS 35-146 AND 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS SUBSECTION IN THE GOLDEN RULE SPECIAL PLATE FUND ESTABLISHED BY SECTION 15-243.

- T. HONORED MILITARY LICENSE PLATES. A PERSON WHO IS THE REGISTERED OWNER OF A VEHICLE REGISTERED WITH THE DEPARTMENT OR WHO APPLIES FOR AN ORIGINAL OR RENEWAL REGISTRATION OF A VEHICLE MAY SUBMIT TO THE DEPARTMENT A COMPLETED APPLICATION FORM FOR HONORED MILITARY LICENSE PLATES AS PRESCRIBED BY THE DEPARTMENT. THE DEPARTMENT SHALL ISSUE HONORED MILITARY LICENSE PLATES ONLY TO THE OWNER OR LESSEE OF A VEHICLE THAT IS CURRENTLY REGISTERED, INCLUDING ANY VEHICLE THAT HAS A DECLARED GROSS WEIGHT, AS DEFINED IN SECTION 28-5431, OF TWENTY-SIX THOUSAND POUNDS OR LESS AND SUBJECT TO THE FOLLOWING REQUIREMENTS:
- 1. <u>CONGRESSIONAL MEDAL OF HONOR LICENSE PLATES</u>. THE DEPARTMENT SHALL ISSUE AT NO ADDITIONAL COST DISTINCTIVE LICENSE PLATES TO A PERSON WHO SUBMITS PROOF TO THE DEPARTMENT THAT THE PERSON IS A RECIPIENT OF THE CONGRESSIONAL MEDAL OF HONOR.
- 2. FORMER PRISONER OF WAR LICENSE PLATES. THE DEPARTMENT SHALL ISSUE THE DISTINCTIVE LICENSE PLATE TO A PERSON, OTHER THAN A PERSON WHO WAS DISCHARGED FROM THE ARMED FORCES UNDER CONDITIONS LESS THAN HONORABLE, WHO SUBMITS SATISFACTORY PROOF TO THE DEPARTMENT THAT THE PERSON WAS CAPTURED AND INCARCERATED BY AN ENEMY OF THE UNITED STATES DURING A PERIOD OF CONFLICT WITH THE UNITED STATES OR TO THE IMMEDIATE FAMILY MEMBER OF A PERSON WHO HAS BEEN ISSUED A LICENSE PLATE PURSUANT TO THIS PARAGRAPH. FOR EACH PAIR OF ORIGINAL LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH, THE DEPARTMENT SHALL COLLECT A FEE OF FIFTEEN DOLLARS IN ADDITION TO THE REGISTRATION FEE REQUIRED BY SECTION 28-2003. FOR EACH ANNUAL RENEWAL OF LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH, THE DEPARTMENT SHALL CHARGE A FEE OF FIVE DOLLARS IN ADDITION TO THE REGISTRATION FEE REQUIRED BY SECTION 28-2003. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, THE FIFTEEN DOLLAR FEE AS A DONATION IN THE VETERANS' DONATIONS FUND ESTABLISHED BY SECTION 41-608.
- 3. PURPLE HEART MEDAL RECIPIENT LICENSE PLATES. THE DEPARTMENT SHALL ISSUE THE DISTINCTIVE LICENSE PLATES TO A PERSON WHO SUBMITS SATISFACTORY PROOF TO THE DEPARTMENT THAT THE PERSON IS A VETERAN AND A BONA FIDE PURPLE HEART MEDAL RECIPIENT OR TO THE IMMEDIATE FAMILY MEMBER OF A PERSON WHO HAS BEEN ISSUED A LICENSE PLATE PURSUANT TO THIS PARAGRAPH. FOR EACH PAIR OF ORIGINAL LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH, THE DEPARTMENT SHALL COLLECT A FEE OF TWENTY-FIVE DOLLARS IN ADDITION TO THE REGISTRATION FEE REQUIRED BY SECTION 28-2003. FOR EACH ANNUAL RENEWAL OF LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH, THE DEPARTMENT SHALL CHARGE A FEE OF FIVE DOLLARS IN ADDITION TO THE REGISTRATION FEE REQUIRED BY SECTION 28-2003. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, THE TWENTY-FIVE DOLLAR FEE AS A DONATION IN THE VETERANS' DONATIONS FUND ESTABLISHED BY SECTION 41-608.

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- 4. PEARL HARBOR SURVIVOR LICENSE PLATES. THE DEPARTMENT SHALL ISSUE DISTINCTIVE LICENSE PLATES TO A PERSON WHO SUBMITS SATISFACTORY PROOF FROM THE DEPARTMENT OF VETERANS' SERVICES TO THE DEPARTMENT OF TRANSPORTATION THAT THE PERSON WAS A MEMBER OF THE UNITED STATES ARMED FORCES ON DECEMBER 7. 1941. THE PERSON RECEIVED AN HONORABLE DISCHARGE FROM THE UNITED STATES ARMED FORCES AND THE PERSON WAS ON STATION ON DECEMBER 7, 1941 DURING THE HOURS OF 7:55 A.M. TO 9:45 A.M. HAWAII TIME AT PEARL HARBOR, THE ISLAND OF OAHU OR OFFSHORE AT A DISTANCE NOT EXCEEDING THREE MILES OR TO THE IMMEDIATE FAMILY MEMBER OF A PERSON WHO HAS BEEN ISSUED A LICENSE PLATE PURSUANT TO THIS PARAGRAPH. FOR EACH PAIR OF ORIGINAL LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH, THE DEPARTMENT SHALL COLLECT A FEE OF TWENTY-FIVE DOLLARS IN ADDITION TO THE REGISTRATION FEE REQUIRED BY SECTION 28-2003. FOR EACH ANNUAL RENEWAL OF LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH. THE DEPARTMENT SHALL CHARGE A FEE OF FIVE DOLLARS IN ADDITION TO THE REGISTRATION FEE REQUIRED BY SECTION 28-2003. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 35-147, THE TWENTY-FIVE DOLLAR FEE AS A DONATION IN THE VETERANS' DONATIONS FUND ESTABLISHED BY SECTION 41-608.
- U. <u>LICENSE PLATES FOR VEHICLES OF HISTORIC VALUE.</u> THE DEPARTMENT SHALL ISSUE OR AUTHORIZE LICENSE PLATES FOR VEHICLES WITH HISTORIC VALUE AS FOLLOWS:
- 1. HORSELESS CARRIAGE LICENSE PLATES. THE DEPARTMENT SHALL ISSUE LICENSE PLATES FOR A HORSELESS CARRIAGE ON APPLICATION AND IN THE MANNER AND AT THE TIME PRESCRIBED BY THE DEPARTMENT. THE LICENSE PLATES ARE IN LIEU OF THE REGULAR LICENSE PLATES ISSUED BY THE DEPARTMENT. THE REGISTRATION NUMBERS AND LICENSE PLATES ASSIGNED TO HORSELESS CARRIAGES SHALL BE MANUFACTURED FROM ARIZONA COPPER AND SHALL RUN IN SEPARATE NUMERICAL SERIES BEGINNING WITH "HORSELESS CARRIAGE NO. 1". THE LICENSE PLATES SHALL BE OF A DISTINGUISHING COLOR. ON RENEWAL OF THE REGISTRATION OF A HORSELESS CARRIAGE, THE DEPARTMENT SHALL ANNUALLY ISSUE SYMBOLS OR DEVICES AS PROVIDED IN SECTION 28-2355. FOR EACH PAIR OF ORIGINAL LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH THE DEPARTMENT SHALL COLLECT A FEE OF TWENTY-FIVE DOLLARS IN ADDITION TO PAYMENT OF ALL OTHER FEES REQUIRED BY LAW. FOR EACH ANNUAL RENEWAL OF LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH THE DEPARTMENT SHALL COLLECT TEN DOLLARS IN ADDITION TO PAYMENT OF ALL OTHER FEES REQUIRED BY LAW. FOR THE PURPOSES OF THIS PARAGRAPH, "HORSELESS CARRIAGE" MEANS A MOTOR VEHICLE MANUFACTURED IN 1915 OR BEFORE.
- 2. <u>CLASSIC CAR LICENSE PLATES.</u> THE DEPARTMENT SHALL ISSUE SPECIAL LICENSE PLATES FOR A CLASSIC CAR ON APPLICATION AND IN THE MANNER AND AT THE TIME PRESCRIBED BY THE DEPARTMENT. THE LICENSE PLATES ARE IN LIEU OF THE REGULAR LICENSE PLATES ISSUED BY THE DEPARTMENT. THE REGISTRATION NUMBERS AND LICENSE PLATES ASSIGNED TO CLASSIC CARS SHALL BE MANUFACTURED FROM ARIZONA COPPER AND SHALL RUN IN SEPARATE NUMERICAL SERIES COMMENCING WITH "CLASSIC CAR NO. 1". THE LICENSE PLATES SHALL BE OF A DISTINGUISHING COLOR BUT DIFFERENT FROM THE COLOR SELECTED FOR LICENSE PLATES ISSUED UNDER PARAGRAPH 1 OR 3 OF THIS SUBSECTION. ON RENEWAL OF REGISTRATION OF A CLASSIC

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CAR, THE DEPARTMENT SHALL ANNUALLY ISSUE SYMBOLS OR DEVICES AS PROVIDED IN SECTION 28-2355. FOR EACH PAIR OF ORIGINAL LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH THE DEPARTMENT SHALL COLLECT A FEE OF TWENTY-FIVE DOLLARS IN ADDITION TO PAYMENT OF ALL OTHER FEES REQUIRED BY LAW. FOR EACH ANNUAL RENEWAL OF LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH THE DEPARTMENT SHALL COLLECT TEN DOLLARS IN ADDITION TO PAYMENT OF ALL OTHER FEES REQUIRED BY LAW. FOR THE PURPOSES OF THIS PARAGRAPH, "CLASSIC CAR" MEANS A CAR INCLUDED IN THE 1963 LIST OF CLASSIC CARS FILED WITH THE DIRECTOR BY THE CLASSIC CAR CLUB OF AMERICA. THE DIRECTOR SHALL REVISE THE LIST EVERY FIVE YEARS

- 3. HIST<u>ORIC VEHICLE LICENSE PLATES.</u> THE DEPARTMENT SHALL ISSUE SPECIAL LICENSE PLATES FOR A HISTORIC VEHICLE ON APPLICATION AND IN THE MANNER AND AT THE TIME PRESCRIBED BY THE DEPARTMENT. THE LICENSE PLATES ARE IN LIEU OF THE REGULAR LICENSE PLATES ISSUED BY THE DEPARTMENT. REGISTRATION NUMBERS AND SPECIAL LICENSE PLATES ASSIGNED TO THE HISTORIC VEHICLES SHALL BE MANUFACTURED FROM ARIZONA COPPER AND SHALL RUN IN SEPARATE UNIQUE NUMERICAL SERIES. THE LICENSE PLATES SHALL BE OF A DISTINGUISHING COLOR BUT DIFFERENT FROM THE COLOR SELECTED FOR LICENSE PLATES ISSUED UNDER PARAGRAPH 1 OR 2 OF THIS SUBSECTION. ON RENEWAL OF REGISTRATION OF A HISTORIC VEHICLE, THE DEPARTMENT SHALL ANNUALLY ISSUE SYMBOLS OR DEVICES AS PROVIDED IN SECTION 28-2355. FOR EACH PAIR OF ORIGINAL LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH THE DEPARTMENT SHALL COLLECT A FEE OF TWENTY-FIVE DOLLARS IN ADDITION TO PAYMENT OF ALL OTHER FEES REQUIRED BY LAW. FOR EACH ANNUAL RENEWAL OF LICENSE PLATES ISSUED PURSUANT TO THIS PARAGRAPH THE DEPARTMENT SHALL COLLECT TEN DOLLARS IN ADDITION TO PAYMENT OF ALL OTHER FEES REQUIRED BY LAW. THE DIRECTOR SHALL GRANT THE FINAL APPROVAL OF A VEHICLE TO BE LICENSED UNDER THIS PARAGRAPH. FOR THE PURPOSES OF THIS PARAGRAPH, "HISTORIC VEHICLE" MEANS ANY OF THE FOLLOWING:
- (a) A VEHICLE BEARING A MODEL YEAR DATE OF ORIGINAL MANUFACTURE THAT IS TWENTY-FIVE YEARS OLD OR OLDER.
- (b) A VEHICLE INCLUDED IN A LIST OF HISTORIC VEHICLES FILED WITH THE DIRECTOR BY A RECOGNIZED HISTORIC OR CLASSIC VEHICLE ORGANIZATION DURING THE MONTH OF DECEMBER OF EACH YEAR.
- (c) A RECONSTRUCTED VEHICLE THAT THE DIRECTOR DETERMINES, ON APPLICATION BY THE OWNER, RETAINS AT LEAST THE BASIC ORIGINAL BODY STYLE AS MANUFACTURED TWENTY-FIVE YEARS OR MORE BEFORE THE DATE OF THE APPLICATION.
- 4. MODEL YEAR DATE LICENSE PLATES. AN OWNER OF A VEHICLE THAT IS ELIGIBLE FOR REGISTRATION PURSUANT TO PARAGRAPH 2 OR 3 OF THIS SUBSECTION MAY USE A LICENSE PLATE PREVIOUSLY ISSUED BY THIS STATE WITH THE DATE OF THE YEAR CORRESPONDING TO THE MODEL YEAR DATE WHEN THE VEHICLE WAS MANUFACTURED IN LIEU OF THE LICENSE PLATES ISSUED PURSUANT TO PARAGRAPH 2 OR 3 OF THIS SUBSECTION. TO QUALIFY FOR THE LICENSE PLATE AUTHORIZED BY THIS PARAGRAPH:
- (a) THE DEPARTMENT SHALL APPROVE THE LICENSE PLATE AND DETERMINE THAT THE MODEL YEAR DATE LICENSE PLATE IS LEGIBLE AND SERVICEABLE AND THAT THE LICENSE PLATE NUMBERS DO NOT CONFLICT WITH OTHER NUMBERS CURRENTLY ASSIGNED

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TO LICENSE PLATES ISSUED BY THE DEPARTMENT. THE DEPARTMENT MAY CONSULT WITH AN ORGANIZATION OF OLD CAR HOBBYISTS IN DETERMINING WHETHER THE DATE OF THE YEAR OF THE LICENSE PLATE TO BE USED CORRESPONDS TO THE MODEL YEAR DATE WHEN THE VEHICLE WAS MANUFACTURED.

- (b) THE OWNER OF THE VEHICLE SHALL COMPLY WITH THE REQUIREMENTS FOR THE REGISTRATION OF THE VEHICLE.
- V. NOTWITHSTANDING ANY OTHER LAW, A MOTOR VEHICLE THAT IS ELIGIBLE TO BE LICENSED UNDER SUBSECTION U OF THIS SECTION IS IN COMPLIANCE WITH THE SAFETY REQUIREMENTS OF THE LAWS OF THIS STATE RELATING TO MOTOR VEHICLES IF THE ORIGINAL SAFETY EQUIPMENT PLACED ON THE MOTOR VEHICLE BY THE MANUFACTURER OF THE MOTOR VEHICLE IS IN GOOD OPERATING CONDITION OR IF THE ORIGINAL EQUIPMENT HAS BEEN REPLACED BY EQUIPMENT EQUAL TO OR MORE EFFICIENT THAN THE ORIGINAL EQUIPMENT.
- W. IF A PERSON WHO HAS BEEN ISSUED SPECIAL PLATES PURSUANT TO SUBSECTION U OF THIS SECTION SELLS, TRADES OR OTHERWISE RELEASES OWNERSHIP OF THE VEHICLE TO WHICH THE SPECIAL PLATES HAVE BEEN ASSIGNED, THE PERSON MAY RELINQUISH THE PLATES TO THE NEW OWNER OF THE VEHICLE. ON RELINQUISHING THE SPECIAL PLATES, THE PERSON RELEASES PRIORITY TO THE LETTERS, NUMBERS OR COMBINATION OF LETTERS AND NUMBERS THAT IS DISPLAYED ON THE SPECIAL PLATES IN THE MANNER PRESCRIBED BY THE DIRECTOR. THE PERSON TO WHOM THE SPECIAL PLATES ARE RELINQUISHED SHALL APPLY TO THE DEPARTMENT FOR ISSUANCE OF THE SPECIAL PLATES TO THAT PERSON.

Sec. 19. Renumber

Sections 28-2422.01 and 28-2422.02, Arizona Revised Statutes, are renumbered as new sections 28-2408 and 28-2409, respectively.

Sec. 20. Section 28-2408, Arizona Revised Statutes, as renumbered by this act, is amended to read:

28-2408. Companion animal spay and neuter committee

- A. The companion animal spay and neuter committee is established consisting of the following seven members who reside in this state and who are appointed by the governor:
- 1. Two members, each representing a different humane society that is incorporated in this state and that does not provide animal control services.
- 2. Two members, each representing a different animal control entity that is not affiliated with a humane society.
- 3. One member who represents a humane society with an animal control act.
- 4. One member who represents the Arizona veterinary medical association.
- 5. One member who represents an established community coalition of animal welfare organizations.
- B. The companion animal spay and neuter committee members shall serve five year terms.
  - C. The committee shall:

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- 1. Distribute monies from the spaying and neutering of animals fund established by section  $\frac{28-2422.02}{28-2409}$ . The committee may designate a third party administrator who shall assume the responsibilities of receiving applications, making decisions relating to the distribution of monies and complying with the distribution requirements prescribed in section  $\frac{28-2422.02}{28-2409}$ . For the purposes of this section, the third party administrator shall be a corporation that files under section 501(c)(3) of the United States internal revenue code for federal income tax purposes and that is experienced in awarding grants.
- 2. Submit a written report to the governor, the president of the senate and the speaker of the house of representatives pursuant to section  $\frac{28-2422.02}{28-2409}$ .
- D. Members of the committee are not eligible to receive compensation but are eligible for reimbursement of expenses pursuant to title 38, chapter 4, article 2.
- Sec. 21. Section 28-2409, Arizona Revised Statutes, as renumbered by this act, is amended to read:
  - 28-2409. Spaying and neutering of animals fund; definitions
- A. The spaying and neutering of animals fund is established consisting of monies received pursuant to section 28-2422 28-2407, SUBSECTION Q. The companion animal spay and neuter committee shall administer the fund. The first thirty-two thousand dollars received shall be reimbursed to the entity that paid the implementation fee to the department of transportation pursuant to section 28-2422. Excluding the initial thirty-two thousand dollar reimbursement, not more than ten per cent of monies deposited in the fund annually shall be used for the cost of administering the fund. Monies in the fund are continuously appropriated.
- The companion animal spay and neuter committee shall allocate monies to a qualifying entity that allocates the monies to programs that seek to reduce pet overpopulation by sterilizing, at minimal or no cost, dogs and cats in this state including those that are impounded and sterilized pursuant to section 11-1022. The companion animal spay and neuter committee shall annually distribute all monies deposited in the spaying and neutering of fund. excluding administrative fees, to any entities. Funds awarded pursuant to this section shall not be used to sterilize animals that may be euthanized unless euthanasia becomes necessary due to illness, injury or behavior.
- C. On notice from the companion animal spay and neuter committee, the state treasurer shall invest and divest monies in the fund as provided by section 35-313, and monies earned from investment shall be credited to the fund.
- D. Monies in the fund are exempt from the provisions of section 35-190 relating to lapsing of appropriations.
  - E. Before allocating monies pursuant to subsection B of this section:

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- 1. The companion animal spay and neuter committee shall prepare and issue a request for donation application that includes at least the following information:
- (a) A description of the project types eligible for funding, including the scope of the work to be performed by an awardee.
- (b) Identification of the funding source and the total amount of available monies.
  - (c) Whether a single award or multiple awards may be made.
- (d) Encouragement of collaboration by entities for community partnerships, if appropriate.
  - (e) Any additional information required by the applications.
- (f) The criteria or factors under which an application will be evaluated for award and the relative importance of each criteria or factor.
- (g) The due date for submittal of an application and the anticipated time the awards may be made.
- 2. Adequate public notice of the request for donation application shall be given a reasonable time before the date set forth in the request for application. The notice may include publication one or more times in a newspaper of general circulation in this state a reasonable time before the application opening.
- 3. A preapplication conference may be conducted before the due date for the submittal of an application to explain the donation application requirements. Statements made at a preapplication conference are not amendments to a request for a donation application unless a written amendment is issued.
- 4. A donation application shall be publicly received at the time and place designated in the request for donation application. The name of each applicant shall be publicly read and recorded. All other information in the donation application is confidential during the process of evaluation. All applications shall be open for public inspection after donations are awarded. To the extent the applicant designates and the state concurs, trade secrets and other proprietary information contained in the application shall remain confidential.
- 5. An application shall be evaluated by at least four evaluators who are members of the companion animal spay and neuter committee. The evaluators may allow an applicant to make an oral or written presentation regarding the scope of work, terms and conditions of the donations, budget and other relevant matters set forth in the request for application. An applicant shall be accorded fair treatment with respect to any opportunity for oral or written presentations. The evaluators may require an applicant to revise the application to reflect information provided in an oral or written presentation. Any person who has information contained in the application of competing applicants shall not disclose that information.
- 6. The evaluators shall review each application based solely on the evaluation criteria or factors set forth in the request for donation

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application. Each evaluator shall maintain a written record of the evaluator's assessment of each application, which shall include comments regarding compliance with each evaluation criteria or factor, the citation of a specific criteria or factor as the basis of each stated strength or weakness and a clear differentiation between comments based on facts presented in the application and comments based on professional judgment.

- 7. The evaluators shall make award recommendations to the companion animal spay and neuter committee based on the evaluators' reviews of each application. The evaluators' recommendations may include the adjustment of the budgets of the applicants individually or collectively.
- 8. The companion animal spay and neuter committee may affirm, modify or reject the evaluators' recommendations in whole or in part. Modification of the evaluators' recommendations may include the adjustment of the budget on any proposed award individually or on all awards by an amount or percentage. If the companion animal spay and neuter committee modifies or rejects the recommendations, the committee shall document in writing the specific justifications for the action taken.
- 9. The companion animal spay and neuter committee may enter into agreements with other state governmental units to furnish assistance in conducting the solicitation of donation applications.
- 10. The companion animal spay and neuter committee may resolve protests of the award or proposed award of a donation. An appeal from a decision of the companion animal spay and neuter committee may be made to the director of the department of administration. A protest of an award or proposed award of a donation and any appeals shall be resolved in accordance with the rules of procedure adopted by the department of administration pursuant to section 41-2611.
- F. On or before December 31 of each year, the companion animal spay and neuter committee shall submit a written report to the governor, the president of the senate and the speaker of the house of representatives on all expenditures made from the fund in that calendar year. The report shall include all administrative expenses, all grants of monies, the names of grantees and any remaining balance in the fund. The committee shall provide a copy of the report to the secretary of state and the director of the Arizona state library, archives and public records.
- G. The companion animal spay and neuter committee shall make available to the public a list of all grants awarded pursuant to this section.
  - H. For the purposes of this section:
- 1. "Donation" means furnishing financial or other assistance, including state monies or federal grant monies, by the companion animal spay and neuter committee to any qualifying entity that allocates the monies to programs that seek to reduce pet overpopulation by sterilizing, at minimal or no cost, dogs and cats in this state that are owned by the general public or that are impounded and sterilized pursuant to section 11-1022.
  - "Qualifying entity" means either of the following:

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- (a) An animal welfare organization that files under section 501(c)(3) of the United States internal revenue code for federal income tax purposes and that offers or subsidizes sterilization services of dogs and cats, including organizations represented on the companion animal spay and neuter committee.
- (b) An animal control agency that offers or subsidizes sterilization services of dogs and cats, including organizations represented on the companion animal spay and neuter committee.

#### Sec. 22. <u>Transfer and renumber</u>

Section 28-2486, Arizona Revised Statutes, is transferred and renumbered for placement in title 28, chapter 7, article 2, Arizona Revised Statutes, as section 28-2065.

Sec. 23. Section 28-2511, Arizona Revised Statutes, is amended to read:

#### 28-2511. Official vehicles; registration exemption; definitions

- A. A registration fee is not required for a vehicle owned by a foreign government, by a consul or any other official representative of a foreign government, by the United States, by a state or political subdivision of a state, by an Indian tribal government, by a provider of ambulance, fire fighting or rescue services that is used solely for the purpose of providing emergency services or by a nonprofit organization that presents to the department a form approved by the director of the division of emergency management pursuant to section 26-318. The person who has custody of these vehicles shall register them as required by this chapter and shall display official license plates that bear distinguishing marks. The department shall furnish the license plates free of charge. The department may issue regular license plates without any distinguishing marks for vehicles that are exempt from title 38, chapter 3, article 10 pursuant to section 38-538.03, subsection B.
- B. The director may issue license plates for vehicles owned by and used in the line of duty by law enforcement agencies in other states and the federal government without being registered as required by this chapter.
- C. The director may enter into agreements or arrangements subject to the approval of the attorney general of this state with the federal government and with motor vehicle departments in other states to provide for a reciprocal exchange of license plates for use on vehicles owned or operated by law enforcement agencies for investigating actual or suspected violations of law. License plates of other states obtained pursuant to this subsection may be used on exempt vehicles of law enforcement agencies of this state or a political subdivision of this state.
- D. The director shall maintain a record of the license plates issued pursuant to subsections B and C of this section. The director shall also keep a record of the license plates received pursuant to subsection C of this section, the regular license plates issued pursuant to subsection A of this

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section and the vehicles to which the plates are attached. These records are not open to public inspection except on demand of the attorney general.

- E. Any vehicle that is registered pursuant to this section and that is powered by an alternative fuel shall display an alternative fuel vehicle special plate issued pursuant to section 28-2416 28-2407, SUBSECTION K, except that the department may issue regular license plates without any alternative fuel distinguishing marks or regular alternative fuel vehicle special plates for vehicles that are exempt from title 38, chapter 3, article 10 pursuant to section 38-538.03, subsection B. This subsection applies to all existing vehicles that are registered pursuant to this section and all newly-acquired vehicles that are registered pursuant to this section.
  - F. For the purposes of this section:
- 1. "Alternative fuel" has the same meaning prescribed in section 1-215.
- 2. "Ambulance" means a vehicle for which a certificate of registration has been issued pursuant to section 36-2212.
- Sec. 24. Section 28-3101, Arizona Revised Statutes, is amended to read:

#### 28-3101. <u>Driver license classes</u>

- A. Except as provided in subsections B and C of this section and section 28-3102, the following driver license classes are valid:
- 1. Class A. A class A license is valid for operating either of the following:
- (a) A motor vehicle that tows a vehicle with a gross vehicle weight rating of more than ten thousand pounds if the combined gross vehicle weight rating is twenty-six thousand one or more pounds.
  - (b) A vehicle that requires a class B, C or D license.
- 2. Class B. A class B license is valid for operating any of the following:
- (a) A single motor vehicle with a gross vehicle weight rating of twenty-six thousand one or more pounds.
- (b) A motor vehicle with a gross vehicle weight rating of twenty-six thousand one or more pounds that tows a vehicle with a gross vehicle weight rating of ten thousand pounds or less.
  - (c) A vehicle that requires a class C or D license for operation.
- 3. Class C. A class C license is valid for operating any of the following:
- (a) A single motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less.
- (b) A motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less that tows a vehicle with a gross vehicle weight rating of ten thousand pounds or less.

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- (c) A motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less that tows a vehicle with a gross vehicle weight rating of more than ten thousand pounds, if the combined gross vehicle weight rating is less than twenty-six thousand one pounds.
- (d) A vehicle that is required to be placarded for hazardous materials.
  - (e) A bus or school bus.
  - (f) A vehicle that requires a class D license for operation.
- 4. Class D. A class D license is valid for operating any of the following:
- (a) A single motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less.
- (b) A motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less that tows a vehicle with a gross vehicle weight rating of ten thousand pounds or less.
- (c) A motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less that tows a vehicle with a gross vehicle weight rating of more than ten thousand pounds if the combined gross vehicle weight rating is less than twenty-six thousand one pounds.
- 5. Class G. A class G license is valid for operating a single motor vehicle with a gross vehicle weight rating of twenty-six thousand pounds or less.
- 6. Class M. A class M license is valid for operating a motorcycle, motor driven cycle or moped. For the purpose of licensing a driver, the department may endorse a class M license classification on a valid class A, B, C, D or G license.
- B. A class A, B, C, D or G license is not valid for operating a vehicle that requires a class M license or a vehicle that requires a special endorsement unless the proper endorsement appears on the license.
- C. A commercial driver license is not required to operate a vehicle described in subsection A, paragraph 1, 2 or 3 of this section if the vehicle has been issued a historic vehicle license plate pursuant to section  $\frac{28-2484}{28-2407}$ , SUBSECTION U, PARAGRAPH 3 and the department provides in the vehicle registration record both of the following:
- 1. That the vehicle is classified as a noncommercial vehicle and may not be used as a commercial vehicle.
  - 2. The vehicle's gross vehicle weight is entered as zero.
- Sec. 25. Section 28-4832, Arizona Revised Statutes, is amended to read:

28-4832. <u>Exemption</u>

A motor vehicle eligible for licensing pursuant to  $\frac{\text{chapter 7, article}}{14 \text{ of this title or}}$  section  $\frac{28-2411}{28-2407}$ , SUBSECTION F OR U is not an abandoned vehicle and shall not be seized pursuant to this chapter or any ordinance authorized by this chapter while the vehicle is stored or maintained on the vehicle owner's private property.

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Sec. 26. Section 28-5805, Arizona Revised Statutes, is amended to read:

# 28-5805. Motor vehicle powered by alternative fuel: classification: vehicle license tax: definitions

- A. A separate classification of motor vehicles is established for purposes of taxation pursuant to article IX, section 11, Constitution of Arizona, that consists of motor vehicles that are powered by alternative fuel and for which the department issues an alternative fuel vehicle special plate or sticker pursuant to section  $\frac{28-2416}{28-2407}$ , SUBSECTION K.
- B. Notwithstanding section 28-5801, the registering officer shall collect at the time of application for and before registration of the motor vehicle that is classified under this section an annual license tax of four dollars for each one hundred dollars in value. During the first twelve months of the life of the motor vehicle as determined by its initial registration, the value is one per cent of the manufacturer's base retail price of the motor vehicle. During each succeeding twelve month period the value of the motor vehicle is fifteen per cent less than the value of the preceding twelve month period.
- C. The minimum amount of the license tax computed under this section is five dollars per year for each motor vehicle subject to the tax.
- D. Except as specifically provided in this section, the vehicle license tax on a motor vehicle classified under this section is governed by this article.
  - E. For purposes of this section:
- 1. "Alternative fuel" has the same meaning prescribed in section 1-215.
- 2. "Motor vehicle" means a vehicle that meets the safety standards of the national highway traffic safety administration and includes neighborhood electric vehicles that meet the standards prescribed in 49 Code of Federal Regulations section 571.500, except that, if a vehicle is designed to be operated at speeds of twenty miles per hour or less, the vehicle is not required to have a seventeen digit vehicle identification number.
- Sec. 27. Section 28-6501, Arizona Revised Statutes, is amended to read:

# 28-6501. <u>Definition of highway user revenues</u>

In this article, unless the context otherwise requires or except as otherwise provided by statute, "highway user revenues" means all monies received in this state from licenses, taxes, penalties, interest and fees authorized by the following:

- 1. Chapters 2, 7, 8 and 15 of this title, except for:
- (a) The special plate administration fees prescribed in sections SECTION 28-2404, 28-2412 through 28-2424 SECTION 28-2407, SUBSECTIONS G, H, I, J, K, L, M, N, O, P, Q, R AND S and SECTION 28-2514.
- (b) The donations prescribed in  $\frac{\text{sections}}{\text{through } 28-2415}$ ,  $\frac{28-2412}{\text{through } 28-2415}$ ,  $\frac{28-2417}{\text{through } 28-2424}$ ,  $\frac{28-2453}{\text{charge}}$ ,  $\frac{28-2454}{\text{charge}}$  and  $\frac{28-2455}{\text{charge}}$  AND

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SECTION 28-2407, SUBSECTIONS G, H, I, J, L, M, N, O, P, Q, R AND S AND SUBSECTION T, PARAGRAPHS 2, 3 AND 4.

- 2. Chapters 10 and 11 of this title.
- 3. Chapter 16, articles 1, 2 and 4 of this title, except as provided in sections 28-5926 and 28-5927.
- Sec. 28. Section 28-6991, Arizona Revised Statutes, is amended to read:

## 28-6991. State highway fund; sources

A state highway fund is established that consists of:

- 1. Monies distributed from the Arizona highway user revenue fund pursuant to chapter 18 of this title.
  - 2. Monies appropriated by the legislature.
- 3. Monies received from donations for the construction, improvement or maintenance of state highways or bridges. These monies shall be credited to a special account and shall be spent only for the purpose indicated by the donor.
- 4. Monies received from counties under cooperative agreements, including proceeds from bond issues. The state treasurer shall deposit these monies to the credit of the fund in a special account on delivery to the treasurer of a concise written agreement between the department and the county stating the purposes for which the monies are surrendered by the county, and these monies shall be spent only as stated in the agreement.
- 5. Monies received from the United States under an act of Congress to provide aid for the construction of rural post roads, but monies received on projects for which the monies necessary to be provided by this state are wholly derived from sources mentioned in paragraphs 2 and 3 of this section shall be allotted by the department and deposited by the state treasurer in the special account within the fund established for each project. On completion of the project, on the satisfaction and discharge in full of all obligations of any kind created and on request of the department, the treasurer shall transfer the unexpended balance in the special account for the project into the state highway fund, and the unexpended balance and any further federal aid thereafter received on account of the project may be spent under the general provisions of this title.
- 6. Monies in the custody of an officer or agent of this state from any source that is to be used for the construction, improvement or maintenance of state highways or bridges.
- 7. Monies deposited in the state general fund and arising from the disposal of state personal property belonging to the department.
- 8. Receipts from the sale or disposal of any or all other property held by the department and purchased with state highway monies.
  - 9. Monies generated pursuant to section 28-410.
- 10. Monies distributed pursuant to section 28-5808, subsection B, paragraph 2, subdivision (d).
  - 11. Monies deposited pursuant to sections 28-1143, 28-2353 and 28-3003.

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- 12. Except as provided in section 28-5101, the following monies:
- (a) Monies deposited pursuant to section 28-2206 and section 28-5808, subsection B, paragraph 2, subdivision (e).
- (b) One dollar of each registration fee and one dollar of each title fee collected pursuant to section 28-2003.
- (c) Two dollars of each late registration penalty collected by the director pursuant to section 28-2162.
- (d) The air quality compliance fee collected pursuant to section 49-542.
- (e) The special plate administration fees collected pursuant to sections SECTION 28-2404, 28-2412 through 28-2424 SECTION 28-2407, SUBSECTIONS G, H, I, J, K, L, M, N, O, P, Q, R AND S and SECTION 28-2514.
- (f) Monies collected pursuant to sections 28-372, 28-2155 and 28-2156 if the director is the registering officer.
  - 13. Monies deposited pursuant to chapter 5, article 5 of this title.
  - 14. Donations received pursuant to section 28-2269.
- 15. Dealer and registration monies collected pursuant to section 28-4304.
- 16. Abandoned vehicle administration monies deposited pursuant to section 28-4804.
- 17. Monies deposited pursuant to section 28-710, subsection D, paragraph 2.
- Sec. 29. Section 28-6993, Arizona Revised Statutes, is amended to read:

## 28-6993. State highway fund; authorized uses

- A. Except as provided in subsection B of this section and section 28-6538, the state highway fund shall be used for any of the following purposes in strict conformity with and subject to the budget as provided by this section and by sections 28-6997 through 28-7003:
- 1. To pay salaries, wages, necessary travel expenses and other expenses of officers and employees of the department and the incidental office expenses, including telegraph, telephone, postal and express charges and printing, stationery and advertising expenses.
  - 2. To pay for both:
- (a) Equipment, supplies, machines, tools, department offices and laboratories established by the department.
- (b) The construction and repair of buildings or yards of the department.
  - 3. To pay the cost of both:
- (a) Engineering, construction, improvement and maintenance of state highways and parts of highways forming state routes.
- (b) Highways under cooperative agreements with the United States that are entered into pursuant to this chapter and an act of Congress providing for the construction of rural post roads.

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- 4. To pay land damages incurred by reason of establishing, opening, altering, relocating, widening or abandoning portions of a state route or state highway.
  - 5. To reimburse the department revolving account.
- 6. To pay premiums on authorized indemnity bonds and on compensation insurance under the workers' compensation act.
- 7. To defray lawful expenses and costs required to administer and carry out the intent, purposes and provisions of this title, including repayment of obligations entered into pursuant to this title, payment of interest on obligations entered into pursuant to this title, repayment of loans and other financial assistance, including repayment of advances and interest on advances made to the department pursuant to section 28-7677, and payment of all other obligations and expenses of the board and department pursuant to chapter 21 of this title.
  - 8. To pay lawful bills and charges incurred by the state engineer.
- 9. To acquire, construct or improve entry roads to state parks or roads within state parks.
  - 10. To acquire, construct or improve entry roads to state prisons.
- 11. To pay the cost of relocating a utility facility pursuant to section 28-7156.
- 12. For the purposes provided in subsections C, D and E of this section and sections 28-1143, 28-2353 and 28-3003.
- B. For each fiscal year, the department of transportation shall allocate and transfer monies in the state highway fund to the department of public safety for funding a portion of highway patrol costs in eight installments in each of the first eight months of a fiscal year that do not exceed ten million dollars.
- C. Subject to legislative appropriation, the department may use the monies in the state highway fund as prescribed in section 28-6991, paragraph 12 to carry out the duties imposed by this title for registration or titling of vehicles, to operate joint title, registration and driver licensing offices, to cover the administrative costs of issuing the air quality compliance sticker, modifying the year validating tab and issuing the windshield sticker and to cover expenses and costs in issuing special plates pursuant to <a href="sections">sections</a> SECTION 28-2404, <a href="28-2412">28-2412</a> through 28-2424 SECTION 28-2407, SUBSECTIONS G, H, I, J, K, L, M, N, O, P, Q, R AND S and SECTION 28-2514.
- D. The department shall use monies deposited in the state highway fund pursuant to chapter 5, article 5 of this title only as prescribed by that article.
- E. Monies deposited in the state highway fund pursuant to section 28-2269 shall be used only as prescribed by that section.
- F. Monies deposited in the state highway fund pursuant to section 28-710, subsection D, paragraph 2 shall only be used for state highway work zone traffic control devices.

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G. The department may exchange monies distributed to the state highway fund pursuant to section 28-6538, subsection A, paragraph 1 for local government surface transportation program federal monies suballocated to councils of government and metropolitan planning organizations if the local government scheduled to receive the federal monies concurs. An exchange of state highway fund monies pursuant to this subsection shall be in an amount that is at least equal to ninety per cent of the federal obligation authority that exists in the project for which the exchange is proposed.

Sec. 30. Section 36-119, Arizona Revised Statutes, is amended to read: 36-119. Breast and cervical cancer screening and diagnostic special plate fund

- A. The breast and cervical cancer screening and diagnostic special plate fund is established consisting of monies received pursuant to section 28-2423 28-2407, SUBSECTION R. The director shall administer the fund. Not more than ten per cent of monies deposited in the fund annually shall be used for the cost of administering the fund. Monies in the fund are continuously appropriated. The director shall distribute monies in the fund before July 1 of each year.
- B. The director shall allocate monies from the fund for breast and cervical cancer screening and diagnostics and outreach services in this state. Monies allocated pursuant to this section shall be used to further breast and cervical cancer screening and diagnostics.
- C. Monies in the fund are exempt from the provisions of section 35-190 relating to lapsing of appropriations.
- Sec. 31. Section 37-1015, Arizona Revised Statutes, is amended to read:

# 37-1015. Environmental special plate fund: distribution

- A. An environmental special plate fund is established and is administered by the commissioner consisting of monies received pursuant to section  $\frac{28-2413}{28-2407}$ , SUBSECTION H.
- B. Subject to legislative appropriation, the department shall distribute five thousand dollars annually to each natural resource conservation district with an established education center for the purpose of developing and implementing an environmental education program that is conducted in a balanced manner, that is based on current scientific information and that includes a discussion of economic and social implications.
- C. Subject to legislative appropriation, the department shall distribute grants as directed pursuant to section 41-2252.
- D. The fund established in this section is exempt from the provisions of section 35-190 relating to lapsing of appropriations. On notice from the commissioner, the state treasurer shall invest and divest monies in the fund as provided by section 35-313, and monies earned from investment shall be credited to the fund.

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E. The appropriated monies shall only be used for the designated purposes specified in statute.

Sec. 32. Section 41-109, Arizona Revised Statutes, is amended to read: 41-109. <u>Prevention of child abuse fund: definitions</u>

- A. The prevention of child abuse fund is established consisting of monies received pursuant to section  $\frac{28-2417}{28-2407}$ , SUBSECTION L. The director of the division for children in the governor's office shall administer the fund. Not more than three per cent of monies deposited in the fund annually shall be used for the cost of administering the fund. Monies in the fund are continuously appropriated.
- B. The director of the division for children in the governor's office shall allocate monies through a private foundation that is qualified under section 501(c)(3) of the United States internal revenue code for federal income tax purposes, that guarantees matching all or a portion of the monies and that further allocates the monies to primary prevention programs that strengthen families and that increase public and professional awareness to prevent child abuse in all its forms to children in this state. The director of the division for children in the governor's office shall forward all monies deposited in the prevention of child abuse fund, excluding administrative fees, to the private foundation on an annual basis.
- C. On notice from the director of the division for children in the governor's office, the state treasurer shall invest and divest monies in the fund as provided by section 35-313, and monies earned from investment shall be credited to the fund.
- D. Monies in the fund are exempt from the provisions of section 35-190 relating to lapsing of appropriations.
  - E. Before allocating monies pursuant to subsection B of this section:
- 1. The director of the division for children in the governor's office shall prepare and issue a request for donation application that includes at least the following information:
- (a) A description of the nature of the donation project, including the scope of the work to be performed by an awardee.
- (b) Identification of the funding source and the total amount of available funds.
  - (c) Whether a single award or multiple awards may be made.
- (d) Encouragement of collaboration by entities for community partnerships, if appropriate.
  - (e) Any additional information required by the applications.
- (f) The criteria or factors under which an application will be evaluated for award and the relative importance of each criteria or factor.
- (g) The due date for submittal of an application and the anticipated time the awards may be made.
- 2. Adequate public notice of the request for donation application shall be given a reasonable time before the date set forth in the request for application. The notice may include publication one or more times in a

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 newspaper of general circulation in this state a reasonable time before the application opening.

- 3. A preapplication conference may be conducted before the due date for the submittal of an application to explain the donation application requirements. Statements made at a preapplication conference are not amendments to a request for a donation application unless a written amendment is issued.
- 4. A donation application shall be publicly received at the time and place designated in the request for donation application. The name of each applicant shall be publicly read and recorded. All other information in the donation application is confidential during the process of evaluation. All applications shall be open for public inspection after donations are awarded. To the extent the applicant designates and the state concurs, trade secrets and other proprietary information contained in the application shall remain confidential.
- 5. An application shall be evaluated by at least three evaluators who are peers or other qualified individuals. The evaluators may allow an applicant to make an oral or written presentation regarding the scope of work, terms and conditions of the donations, budget and other relevant matters set forth in the request for application. An applicant shall be accorded fair treatment with respect to any opportunity for oral or written presentations. The evaluators may require an applicant to revise the application to reflect information provided in an oral or written presentation. Any person who has information contained in the application of competing applicants shall not disclose that information.
- 6. The evaluators shall review each application based solely on the evaluation criteria or factors set forth in the request for donation application. Each evaluator shall maintain a written record of the evaluator's assessment of each application, which shall include comments regarding compliance with each evaluation criteria or factor, the citation of a specific criteria or factor as the basis of each stated strength or weakness and a clear differentiation between comments based on facts presented in the application and comments based on professional judgment.
- 7. The evaluators shall make award recommendations to the director of the division for children in the governor's office based on the evaluators' reviews of each application. The evaluators' recommendations may include the adjustment of the budgets of the applicants individually or collectively.
- 8. The director of the division for children in the governor's office may affirm, modify or reject the evaluators' recommendations in whole or in part. Modification of the evaluators' recommendations may include the adjustment of the budget on any proposed award individually or on all awards by an amount or percentage. If the director of the division modifies or rejects the recommendations, the director shall document in writing the specific justifications for the action taken.

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- 9. The director of the division for children in the governor's office may enter into agreements with other state governmental units to furnish assistance in conducting the solicitation of donation applications.
- 10. The director of the division for children in the governor's office may resolve protests of the award or proposed award of a donation. An appeal from a decision of the director of the division for children in the governor's office may be made to the director of the department of administration. A protest of an award or proposed award of a donation and any appeals shall be resolved in accordance with the rules of procedure adopted by the department of administration pursuant to section 41-2611.
- F. On or before December 31 of each year, the director of the division for children in the governor's office shall submit a written report to the governor, the president of the senate and the speaker of the house of representatives on all expenditures made from the fund in that calendar year. The report shall include all administrative expenses, all grants of monies, the names of grantees and any remaining balance in the fund. The director shall provide a copy of the report to the secretary of state and the director of the Arizona state library, archives and public records.
- G. The director of the division for children in the governor's office shall make available to the public a list of all grants awarded pursuant to this section.
- H. For the purposes of this section, unless the context otherwise requires:
- 1. "Donation" means furnishing financial or other assistance, including state funds or federal grant funds, by the director of the division for children in the governor's office to any person for the purpose of supporting or stimulating primary prevention programs that strengthen families and that increase public and professional awareness to prevent child abuse in all its forms to children of this state if no substantial involvement between the division for children and the recipient occurs during performance.
- 2. "Person" means any corporation, business, individual, committee, club or other organization or group of individuals.
  - Sec. 33. Section 41-603, Arizona Revised Statutes, is amended to read: 41-603. Powers and duties
- A. The department may act as guardian of an incapacitated veteran, the incapacitated spouse of a veteran or minor children of a veteran, or as conservator of the estate of a protected veteran or of the veteran's incapacitated or surviving spouse or of the minor children of a veteran. The department may act in all fiduciary matters, including as power of attorney, trustee, custodian or representative payee of a veteran, spouse of a veteran or minor child of a veteran. The department may act as the personal representative of the estate of a deceased veteran, deceased spouse of a veteran or deceased child of a veteran.
  - B. The department shall:

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- 1. Assist veterans and their families and dependents in presenting, providing and establishing claims, privileges, rights and benefits they may have under federal, state or local law.
- 2. Inform veterans and their families and dependents and military and civilian authorities about federal, state and local laws enacted to benefit veterans and their families and dependents and members of the armed forces.
- 3. Collect information relating to services and facilities available to veterans.
- 4. Cooperate with all government and private agencies receiving services for or benefits to veterans and their families and dependents.
- 5. Conduct administrative reviews and, if possible, correct abuses or prevent exploitation of veterans and their families or dependents and recommend corrective legislation.
  - 6. Adopt rules deemed necessary to administer this article.
- 7. Enter into agreements with veterans' organizations in this state holding a charter granted by the Congress of the United States for the beneficial interest of veterans.
- 8. Verify and provide written confirmation to the person of eligibility for special license plates issued pursuant to section  $\frac{28-2455}{28-2407}$ , SUBSECTION T, PARAGRAPH 4 by determining that all of the following are true:
- (a) The person was a member of the United States armed forces on December 7. 1941.
- (b) The person received an honorable discharge from the United States armed forces.
- (c) The person was on station on December 7, 1941, during the hours of 7:55 a.m. to 9:45 a.m., Hawaii time at Pearl Harbor, the Island of Oahu or offshore, at a distance not exceeding three miles.
- 9. Evaluate, supervise, approve and disapprove programs offered by educational institutions and training establishments pursuant to United States Code titles 10 and 38 and state rules, so that veterans and their dependents may draw the educational allowance provided by federal law while pursuing approved programs.
- 10. Approve or disapprove veterans' organizations seeking to solicit money or other support in this state in the name of American veterans.
- C. The department may acquire property for and construct and operate a veterans' home facility in southern Arizona.
- D. The department may acquire property for and establish and operate cemeteries for veterans in this state.
  - Sec. 34. Section 41-608, Arizona Revised Statutes, is amended to read: 41-608. <u>Veterans' donations fund</u>
- A. The veterans' donations fund is established consisting of monies, gifts and contributions donated to the department and monies deposited pursuant to sections 28-2414, 28-2453, 28-2454 and 28-2455 SECTION 28-2407, SUBSECTION I AND SUBSECTION T, PARAGRAPHS 2, 3 AND 4. The department shall

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administer the fund. Monies in the fund are continuously appropriated. The monies in the fund are exempt from the provisions of section 35-190 relating to lapsing of appropriations.

- B. The director or the director's designee may solicit and receive donations, including in-kind donations, from the public for veterans. The director shall deposit, pursuant to sections 35-146 and 35-147, the monetary donations in the veterans' donations fund. Monies in the fund are subject to state auditing procedures. The donations may be used for the benefit of the veterans within the state of Arizona at the discretion of the director.
- C. The director shall inventory and account for the use of any tangible personal property donated to the fund.
- D. On notice from the director, the state treasurer shall invest and divest monies in the fund as provided by section 35-313, and monies earned from investment shall be credited to the fund.
- Sec. 35. Section 42-5071, Arizona Revised Statutes, is amended to read:

### 42-5071. Personal property rental classification

- A. The personal property rental classification is comprised of the business of leasing or renting tangible personal property for a consideration. The tax does not apply to:
- 1. Leasing or renting films, tapes or slides used by theaters or movies, which are engaged in business under the amusement classification, or used by television stations or radio stations.
- 2. Activities engaged in by the Arizona exposition and state fair board or county fair commissions in connection with events sponsored by such entities.
- 3. Leasing or renting tangible personal property by a parent corporation to a subsidiary corporation or by a subsidiary corporation to another subsidiary of the same parent corporation if taxes were paid under this chapter on the gross proceeds or gross income accruing from the initial sale of the tangible personal property. For the purposes of this paragraph, "subsidiary" means a corporation of which at least eighty per cent of the voting shares are owned by the parent corporation.
- 4. Operating coin operated washing, drying and dry cleaning machines or coin operated car washing machines at establishments for the use of such machines.
- 5. Leasing or renting tangible personal property for incorporation into or comprising any part of a qualified environmental technology facility as described in section 41-1514.02. This paragraph shall apply for ten full consecutive calendar or fiscal years following the initial lease or rental by each qualified environmental technology manufacturer, producer or processor.
- 6. Leasing or renting aircraft, flight simulators or similar training equipment to students or staff by nonprofit, accredited educational institutions that offer associate or baccalaureate degrees in aviation or aerospace related fields.

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- 7. Leasing or renting photographs, transparencies or other creative works used by this state on internet web sites, in magazines or in other publications that encourage tourism.
- B. The tax base for the personal property rental classification is the gross proceeds of sales or gross income derived from the business, but the gross proceeds of sales or gross income derived from the following shall be deducted from the tax base:
- 1. Reimbursements by the lessee to the lessor of a motor vehicle for payments by the lessor of the applicable fees and taxes imposed by sections 28-2003, 28-2352,— AND 28-2402, 28-2481 and SECTION 28-2407, SUBSECTION U, SECTION 28-5801, title 28, chapter 15, article 2 and article IX, section 11, Constitution of Arizona, to the extent such amounts are separately identified as such fees and taxes and are billed to the lessee.
- 2. Leases or rentals of tangible personal property which, if it had been purchased instead of leased or rented by the lessee, would have been exempt under:
- (a) Section 42-5061, subsection A, paragraph 8, 9, 12, 13, 25, 29 or 50.
- (b) Section 42-5061, subsection B, except that a lease or rental of new machinery or equipment is not exempt pursuant to:
- (i) Section 42-5061, subsection B, paragraph 13 if the lease is for less than two years.
- (ii) Section 42-5061, subsection B, paragraph 22 if the lease is for less than five years.
  - (c) Section 42-5061, subsection J, paragraph 1.
  - (d) Section 42-5061, subsection N.
- 3. Motor vehicle fuel and use fuel that are subject to a tax imposed under title 28, chapter 16, article 1, sales of use fuel to a holder of a valid single trip use fuel tax permit issued under section 28-5739 and sales of aviation fuel that are subject to the tax imposed under section 28-8344.
- 4. Leasing or renting a motor vehicle subject to and upon which the fee has been paid under title 28, chapter 16, article 4.
- 5. Amounts received by a motor vehicle dealer for the first month of a lease payment if the lease and the lease payment for the first month of the lease are transferred to a third party leasing company.
- C. Sales of tangible personal property to be leased or rented to a person engaged in a business classified under the personal property rental classification are deemed to be resale sales.
- D. In computing the tax base, the gross proceeds of sales or gross income from the lease or rental of a motor vehicle does not include any amount attributable to the car rental surcharge under section 28-5810 or 48-4234.

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E. Until December 31, 1988, leasing or renting animals for recreational purposes is exempt from the tax imposed by this section. Beginning January 1, 1989, the gross proceeds or gross income from leasing or renting animals for recreational purposes is subject to taxation under this section. Tax liabilities, penalties and interest paid for taxable periods before January 1, 1989 shall not be refunded unless the taxpayer requesting the refund provides proof satisfactory to the department that the monies paid as taxes will be returned to the customer.

Sec. 36. Section 44-1261, Arizona Revised Statutes, is amended to read:

#### 44-1261. <u>Definitions</u>; exemptions

- A. In this article, unless the context otherwise requires:
- 1. "Consumer" means the purchaser, other than for purposes of resale, of a motor vehicle, any person to whom the motor vehicle is transferred during the duration of an express warranty applicable to the motor vehicle or any other person entitled by the terms of the warranty to enforce the obligations of the warranty.
- 2. "Motor vehicle" means a self-propelled vehicle designated primarily for the transportation of persons or property over the public highways.
- 3. "Used motor vehicle" means a motor vehicle that has been sold, bargained, exchanged or given away or the title to which has been transferred from the person who first acquired the vehicle from the manufacturer, importer or dealer or agent of the manufacturer or importer and that has been placed in bona fide consumer use.
- 4. "Used motor vehicle dealer" means a person or business that sells or offers for sale a used motor vehicle after selling or offering for sale four or more used motor vehicles in the previous twelve months but does not include a bank or financial institution, an insurance company, a business selling a used motor vehicle to an employee of that business, a lessor selling a leased vehicle by or to the lessee of that vehicle or to an employee of the lessee of that vehicle or a person who buys, sells, exchanges or offers or attempts to negotiate a sale of or exchange an interest in a classic car as defined in section 28 2483 28-2407, SUBSECTION U, PARAGRAPH 2 or a historic vehicle as defined in section 28 2484 28-2407, SUBSECTION U, PARAGRAPH 3.
- B. If the motor vehicle is a motor home, the provisions of this article shall apply APPLIES to the self-propelled vehicle and chassis but not to those portions of the vehicle designed, used or maintained primarily as a mobile dwelling, office or commercial space.
- C. The provisions of This article do DOES not apply to a sale of a motor vehicle to a purchaser for the purpose of resale for profit or to a motor vehicle with a declared gross weight over ten thousand pounds or that is sold at a public auction.

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Sec. 37. Section 44-1562, Arizona Revised Statutes, is amended to read:

# 44-1562. <u>Full service gasoline stations: assistance to handicapped drivers</u>

Each full service gasoline station offering self-service at a lesser cost shall require an attendant employed by the station to dispense gasoline from the self-service portion of the station to a motor vehicle properly displaying a distinguishing insignia placard or number plate issued to a physically disabled person pursuant to section  $\frac{28-2409}{28-2407}$ , SUBSECTION D if the person to whom the placard or plate has been issued is the operator of the vehicle and the service is requested during those hours that full service is offered at that station.

Sec. 38. Section 49-542.07, Arizona Revised Statutes, is amended to read:

#### 49-542.07. <u>Civil penalties</u>

- A. The driver of a diesel vehicle that fails the test administered pursuant to section 49-542.06, including failure due to refusal to submit to the test, is subject to the following penalty schedule:
- 1. The driver of a vehicle that is cited for the first time and for which demonstration of correction is provided and payment is made within forty-five days from the date of receipt of the citation by certified mail shall pay a penalty of one hundred fifty dollars.
- 2. The driver of a vehicle that is cited for the first time for the refusal of the driver to submit to the test procedure or that is cited for the first time and for which demonstration of correction is not provided within forty-five days from the date of receipt of the citation by certified mail shall provide demonstration of correction and pay a penalty of eight hundred dollars.
- 3. The driver of a vehicle that is cited within twelve months from the issuance of the most recent citation for that vehicle shall provide demonstration of correction, within forty-five days from the date of receipt of the current citation by certified mail, and pay a penalty of one thousand eight hundred dollars.
- B. A citation shall not be issued to the driver of a heavy-duty vehicle powered by a pre-1991 model year diesel engine on the basis of a measured smoke opacity exceeding fifty-five per cent but not exceeding sixty-nine per cent, unless either of the following occurs:
- 1. The driver fails to provide a demonstration of correction within forty-five days from the date of receipt by certified mail of the notice of violation.
- 2. A notice of violation or citation has been issued for the vehicle in the preceding twelve months.
- C. The driver of a vehicle that is the subject of a notice of violation and for which demonstration of correction is provided within

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forty-five days from the date of receipt by certified mail of the notice of violation is not subject to a penalty for the violation.

- D. The driver of a vehicle that is initially subject to a notice of violation but that is cited after a demonstration of correction is subject to a penalty of eight hundred dollars.
- E. If a heavy-duty vehicle with a pre-1991 engine has a measured opacity exceeding fifty-five per cent but not exceeding sixty-nine per cent within twelve months of issuance of a notice of violation for which a demonstration of correction was timely provided within the applicable forty-five day period, a citation shall be issued and the driver is subject to a penalty of eight hundred dollars.
- F. If a heavy-duty vehicle with a pre-1991 engine has a measured opacity exceeding fifty-five per cent but not exceeding sixty-nine per cent within twelve months of issuance of a notice of violation for which a demonstration of correction was not timely provided within the applicable forty-five day period, a citation shall be issued and the driver is subject to the penalty of one thousand eight hundred dollars.
- G. If a vehicle fails the test procedure or an emissions control system inspection one year or more after the date of its most recent failure, the driver of that vehicle is subject to the penalty schedule in subsection A of this section.
- H. If a driver is cited after a bona fide change of owner between nonrelated persons or entities, the new owner is subject to the penalty schedule in subsection A of this section if the only citations issued for the vehicle within the previous twelve months were issued before the change of ownership to the new owner.
- I. A driver who has been cited twice or more for tampered emissions controls on the same vehicle is subject to a penalty of one thousand eight hundred dollars.
- J. For a vehicle that is registered in this state and for which a civil penalty assessed pursuant to this section has not been paid, the director of environmental quality shall notify the department of transportation by electronic means. The director of the department of transportation shall send a letter by first class mail to the person to whom the vehicle is registered informing the person that the vehicle's registration is suspended. After the civil penalty is paid in full and the proof of repair is submitted, the person to whom the vehicle is registered may apply for reinstatement of the vehicle registration on the payment of applicable fees pursuant to sections 28-2003, 28-2352. AND 28-2402 and 28-2481 SECTION 28-2407, SUBSECTION U.
- K. For a vehicle that is not registered in this state and for which a civil penalty assessed pursuant to this section has not been paid, the department of transportation shall notify the appropriate cooperating state agency as if the driver had failed and refused to pay a fuel tax assessed or

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apportioned pursuant to an interstate agreement established pursuant to section 28-404.

- L. Notices of violation and citations issued and penalties assessed pursuant to this section are appealable agency actions pursuant to title 41, chapter 6, article 10.
- M. All civil penalties collected pursuant to this section shall be deposited, pursuant to sections 35-146 and 35-147, in the state general fund.
- N. Notwithstanding any other statute, the penalties prescribed by this section are not subject to any additional fee or surcharge.

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